

KEYSTONE EDUCATION TRUST

England & Wales · Charity number 1096922

Details

Status Registered

Legal form Trust

Registered 2003-04-08

Register [View on the Charity Commission register](#)

Contact

Address 31 Ystrad Road
Fforestfach
Swansea
SA5 4BT

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Activities

Objects: I) THE ADVANCEMENT OF THE EDUCATION OF CHILDREN AND YOUNG PEOPLE FROM AGES FIVE TO EIGHTEEN IN PARTICULAR BY ASSISTANCE TO THEIR PARENTS TO ENABLE SUCH CHILDREN TO BE TAUGHT OTHERWISE THAN AT SCHOOL AS DEFINED IN THE EDUCATION ACT 1944 TO 1993;II) ANY OTHER CHARITABLE PURPOSE FOR THE BENEFIT OF THE BRETHERN

Activities: For the advancement of the education of children and young people from ages 5 to 18 in particular by assistance to their parents to enable such children to be taught otherwise than at school as defined in the Education Act 1944 to 1993, and secondly for any other charitable purpose for the benefit of the brethren.

Classification

- **How:** Provides Services
- **What:** Education/training
- **Who:** Children/young People

Geography

- **Area of benefit:** NOT DEFINED. IN PRACTICE SWANSEA
- City Of Swansea

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£87,700	£917,678	£308,448	0
2023-12-31	£1,045,006	£1,207,714	£271,211	0
2022-12-31	£122,785	£232,179	-	-
2021-12-31	£135,948	£222,793	-	-
2020-12-31	£151,289	£233,287	-	-

Trustees

Name	Role	Appointed
Daniel Peter Robins		2023-11-07
GAVIN MICHAEL SIMS		2023-11-07
Nigel Hill		2016-06-29
Reuben Brown		2024-09-03
Simon Andrew Rusling		2023-11-07

KEYSTONE EDUCATION TRUST

England & Wales - Charity number 1096922

Accounts

Charity registration number: 1096922

Keystone Education Trust

Trustees' Report and Financial Statements

for the year ended 31st December 2024

mca Banbury Ltd
Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

Keystone Education Trust

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Keystone Education Trust

Reference and Administrative Details

Chief Executive Officer	Mr N Hill
Trustees	Mr N Hill Mr G M Sims Mr S A Rusling Mr R Brown Mr D P Robins
Charity Registration Number	1096922
Principal Office	31 Ystrad Road Swansea SA5 4BT
Auditor	mca Banbury Ltd Unit 4-6 The Wharf Centre Wharf Street Warwick CV34 5LB
Bankers	Lloyds Bank plc 113 High Street Gorseinon Swansea SA4 4BR

Keystone Education Trust

Trustees' Report

The Trustees present their report with the financial statements of the charity for the year ended 31st December 2024. 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 (FRS102) (effective 1 January 2019).

Objectives and activities

Objects and aims

The charitable objects of the charity are the advancement of the education of children and young people from ages five to eighteen in particular by assistance to their parents to enable such children to be taught otherwise than at school as defined in the Education Acts and any other charitable purpose for the benefit of the worldwide Christian fellowship known as the Plymouth Brethren Christian Church.

In furtherance of its objects, the Trust provides the premise under formal lease for an independent school based in Sway Road Morrision Swansea which has been run by OneSchool Global UK (OSGUK).

The charity also provides donation funding to OSGUK at the discretion of the Trustees in order to enable OSGUK to provide a well balanced education at primary and secondary levels, for children and young people whose parents appreciate the Christian ethos.

Success is measured in terms of the provision of appropriate facilities to OSGUK whilst minimising expenditure. This in turn, frees up funds for raising standards of education for all concerned and for the improvement of facilities for pupils and staff alike.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and have regard to it when reviewing their aims and objectives, and in planning their future activities. In particular they consider how planned activities will contribute to the educational aims and objectives they have set.

Volunteers are an integral part of the community ethos and values of the charity and there are strong and willing group of volunteers who assist and support the charity throughout the year.

The trading activities of the charity's trading subsidiary Magna Trading Ltd, (registered company number: 0631152), which operates a convenience store, are undertaken by volunteers.

Objectives, strategies and activities

Throughout the year the charity has continued to provide educational premises in support of the educational activities of OSGUK.

Keystone Education Trust

Trustees' Report

Financial review

The charity is supported and financed principally by profits from its trading subsidiary Magna Trading Limited, plus other ad hoc donations and those raised by fundraising events and grants from the Grace Trust. The Trustees believe that the charity's funds are sufficient to mitigate any short to medium term risk of reduced funding.

The charity's fundraising events principally operate within the Brethren community and professional fundraisers are not used. Neither the charity nor any person acting on behalf of the charity was subject to an undertaking to be bound by any voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of activities on behalf of the trust.

In the year ended 31st December 2024 the charity reported a net surplus of £18,166 (2023 deficit of £252,493). The group reported a net surplus of £37,237 (2023 deficit of £162,708).

At the year end the charity had net current assets of £7,807 (2023 net current assets of £44,632). The group had net current assets of £308,448 (2023 net current assets of £271,211).

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. At the year end 2024 the free reserves of the charity were £165,164 (31st December 2023 £146,998).

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Plans for future periods

Aims and key objectives for future periods

The Trustees plan to continue to support OSGUK to provide a quality and deliver a consistent and high level of educational experience and outcome for all students and staff, in accordance with the charity's ethos and values.

During the year a proposal was agreed to merge Keystone and Whitecroft Education Trust, to create a new campus by merging the existing Swansea & Bristol campuses into one. This process is being led by Whitecroft Education Trust. A memorandum of understanding between Whitecroft and Keystone has been agreed and signed by trustees.

Structure, governance and management

Keystone Education Trust is constituted by a Deed of Trust dated 30 December 2002 and is registered with the Charity Commission for England and Wales.

The Trustees who served during the year and since the year end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the charity in the year ended 31st December 2024 (year ended 31st December 2023 £nil).

The power to appoint Trustees is invested in the existing Trustees subject to the charity Deed requirement. Trustees are selected according to their own specialism in a particular field and are expected to pursue that specialism. New Trustees are instructed in the need to completely adhere to the ethos and values of the charity.

New Trustees are appointed at charity meetings and training is given by the outgoing trustee being replaced, along with support from fellow Trustees.

Keystone Education Trust

Trustees' Report

Principal Risks

The Trustees have examined the major strategic, business and operational risks that the charity faces. The Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

The principal risks to the charity are:

- risk of damage to the property held by the charity (although the property holds property insurance);
- risk of fall in trading activities of the wholly owned trading subsidiary, either due to a fall in customer loyalty or a significant increase in supplier prices (closely monitored by the trading subsidiary directors who would then take appropriate action).
- the Trust is at risk of losing its tenant (OSG) within the next 12 months and will therefore need to consider disposal of the property.

There were no serious incidents relating to the charity over the year to report

Keystone Education Trust

Trustees' Report

Statement of trustees' responsibilities

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

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, 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 parent charitable company 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 the group and 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 charity deed. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the trustees of the charity on 12/9/25 and signed on its behalf by:


.....

Mr N Hill
Chief executive officer and trustee

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

Opinion

We have audited the financial statements of Keystone Education Trust (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 December 2024, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Cash Flows 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Basis for 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 responsibilities for the audit of the financial statements section of our report. We are independent of the group 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 trustees 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 group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

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

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.

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- the parent charity has not kept sufficient accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 5), 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 the trustees 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 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with the applicable laws and regulations.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;
- Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- Investigated the rationale behind significant or unusual transactions.

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation
- Enquiring of management as to actual and potential litigation and claims:

There are inherent limitations in our audit procedures described above. The more removed those laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Auditors. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures. And whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation
- We define materiality as the magnitude of misstatement in the Financial Statements that makes it probable that the economic decisions of a reasonably knowledgeable person would be changed or influenced. We use materiality both in planning and in the scope of our audit work and in evaluating the results of our work.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the group'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 and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Martin Cox (Senior Statutory Auditor)
For and on behalf of mca Banbury Ltd, Statutory Auditor

Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

Date: 12/09/2025

Keystone Education Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2024 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2024 £
Income and Endowments from:			
Donations and legacies	3	80,200	80,200
Charitable activities	4	7,500	7,500
Investment income	6	395	395
Other income		<u>866,820</u>	<u>866,820</u>
Total income		<u>954,915</u>	<u>954,915</u>
Expenditure on:			
Raising funds	7	(750,799)	(750,799)
Charitable activities	8	<u>(166,879)</u>	<u>(166,879)</u>
Total expenditure		<u>(917,678)</u>	<u>(917,678)</u>
Net income		<u>37,237</u>	<u>37,237</u>
Net movement in funds		37,237	37,237
Reconciliation of funds			
Total funds brought forward		<u>271,211</u>	<u>271,211</u>
Total funds carried forward	18	<u>308,448</u>	<u>308,448</u>
		Unrestricted funds £	Total 2023 £
Income and Endowments from:			
Donations and legacies	3	235,078	235,078
Charitable activities	4	4,167	4,167
Investment income	6	546	546
Other income		<u>805,215</u>	<u>805,215</u>
Total income		<u>1,045,006</u>	<u>1,045,006</u>
Expenditure on:			
Raising funds	7	(723,201)	(723,201)
Charitable activities	8	<u>(484,513)</u>	<u>(484,513)</u>
Total expenditure		<u>(1,207,714)</u>	<u>(1,207,714)</u>
Net expenditure		<u>(162,708)</u>	<u>(162,708)</u>
Net movement in funds		(162,708)	(162,708)
Reconciliation of funds			
Total funds brought forward		<u>433,919</u>	<u>433,919</u>

The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2024 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2023 £
Total funds carried forward	18	<u>271,211</u>	<u>271,211</u>

All of the group's activities derive from continuing operations during the above two periods.

The funds breakdown for 2023 is shown in note 18.

The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Consolidated Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	377,771	326,524
Current assets			
Stocks	14	135,106	106,722
Debtors	15	35,727	57,381
Cash at bank and in hand		<u>55,008</u>	<u>63,212</u>
		225,841	227,315
Creditors: Amounts falling due within one year	16	<u>(95,164)</u>	<u>(82,628)</u>
Net current assets		<u>130,677</u>	<u>144,687</u>
Total assets less current liabilities		508,448	471,211
Creditors: Amounts falling due after more than one year	17	<u>(200,000)</u>	<u>(200,000)</u>
Net assets		<u>308,448</u>	<u>271,211</u>
Funds of the group:			
Unrestricted income funds			
Unrestricted funds		<u>308,448</u>	<u>271,211</u>
Total funds	18	<u>308,448</u>	<u>271,211</u>

The financial statements on pages 10 to 28 were approved by the trustees and authorised for issue on ~~12/11/25~~ 12/9/25 and signed on their behalf by:



.....
Mr N Hill
Chief executive officer and trustee


The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	357,354	302,363
Investments		<u>3</u>	<u>3</u>
		<u>357,357</u>	<u>302,366</u>
Current assets			
Debtors	15	-	12,890
Cash at bank and in hand		<u>23,074</u>	<u>41,723</u>
		23,074	54,613
Creditors: Amounts falling due within one year	16	<u>(15,267)</u>	<u>(9,981)</u>
Net current assets		<u>7,807</u>	<u>44,632</u>
Total assets less current liabilities		365,164	346,998
Creditors: Amounts falling due after more than one year	17	<u>(200,000)</u>	<u>(200,000)</u>
Net assets		<u>165,164</u>	<u>146,998</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>165,164</u>	<u>146,998</u>
Total funds	18	<u>165,164</u>	<u>146,998</u>

The financial statements on pages 10 to 28 were approved by the trustees, and authorised for issue on ~~12/19/25~~ and signed on their behalf by:



 Mr N Hill
 Chief executive officer and trustee

The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Consolidated Statement of Cash Flows for the Year Ended 31 December 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash income/(expenditure)		37,237	(162,708)
Adjustments to cash flows from non-cash items			
Depreciation	7	17,537	139,226
Investment income	6	<u>(395)</u>	<u>(546)</u>
		54,379	(24,028)
Working capital adjustments			
Increase in stocks	14	(28,384)	(9,299)
Decrease/(increase) in debtors	15	21,655	(22,957)
Increase/(decrease) in creditors	16	<u>12,535</u>	<u>(10,720)</u>
Net cash flows from operating activities		<u>60,185</u>	<u>(67,004)</u>
Cash flows from investing activities			
Interest receivable and similar income	6	395	546
Purchase of tangible fixed assets	12	(68,784)	-
Sale of tangible fixed assets		<u>-</u>	<u>(725)</u>
Net cash flows from investing activities		<u>(68,389)</u>	<u>(179)</u>
Net decrease in cash and cash equivalents		(8,204)	(67,183)
Cash and cash equivalents at 1 January		<u>63,212</u>	<u>130,395</u>
Cash and cash equivalents at 31 December		<u><u>55,008</u></u>	<u><u>63,212</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

1 General Information

The Keystone Education Trust is an unincorporated charity (no: 1096922) registered in England & Wales. The registered address is 31 Ystrad Road, Swansea, SA5 4BT.

2 Accounting policies

Statement of compliance

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The financial statements have been prepared to give a 'true and fair' view and 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 Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Keystone Education Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of consolidation

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has also taken advantage of the exemption available to a qualifying entity in FRS 102 from the requirement to present a Charity only statement of cash flows and certain disclosures about the Charity's financial instruments within the consolidated financial statements.

No separate SOFA has been prepared for the Charity alone.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Depreciation and amortisation

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. Assets costing less than £500 are written off to the SoFA in the year of purchase.

Asset class	Depreciation method and rate
Freehold Property	2% Straight Line
Plant & Machinery	20% Straight Line
Leasehold Property	10% Straight Line

Current asset investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

Stock

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Trade debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Fund structure

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Financial instruments

Classification

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.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Gifts and donations	80,200	80,200
Total for 2024	80,200	80,200
Total for 2023	235,078	235,078

4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Rental Income	7,500	7,500
Total for 2024	7,500	7,500
Total for 2023	4,167	4,167

5 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading Income - Magna Trading Ltd	866,820	866,820
Total for 2024	866,820	866,820
Total for 2023	805,215	805,215

6 Investment income

	Unrestricted funds General £	Total funds £
Bank Interest	395	395
Total for 2024	395	395
Total for 2023	546	546

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total funds £
Trading Costs - Magna Trading Ltd	750,799	750,799
Total for 2024	750,799	750,799
Total for 2023	723,201	723,201

8 Expenditure on charitable activities

		Unrestricted funds General £	Total funds £
Charitable activities	Note 9	166,879	166,879
Total for 2023		484,513	484,513

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

9 Analysis of support costs

Support costs allocated to charitable activities

	Governance costs	Finance costs	Administration costs	Premises costs including depreciation	Other support costs
	£	£	£	£	£
Charitable Activities	<u>8,451</u>	<u>17,276</u>	<u>9,033</u>	<u>29,169</u>	<u>102,950</u>
					Total 2024
Charitable Activities					<u>£ 166,879</u>
					Total 2023
Charitable Activities	<u>3,118</u>	<u>16,400</u>	<u>2,187</u>	<u>354,982</u>	<u>107,826</u>
Charitable Activities					<u>£ 484,513</u>

Other supports costs are donations made to OSG.

Staff costs are nil. Keystone Education Trust is run entirely by volunteers.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

10 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Auditors' remuneration

	2023 £
Other fees to auditors	
The auditing of accounts of any associate of the charity	4,000
All other non-audit services	<u>2,000</u>
	<u><u>6,000</u></u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

12 Tangible fixed assets

Group	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2024	1,198,557	92,920	1,291,477
Additions	<u>57,315</u>	<u>11,469</u>	<u>68,784</u>
At 31 December 2024	<u>1,255,872</u>	<u>104,389</u>	<u>1,360,261</u>
Depreciation			
At 1 January 2024	896,194	68,759	964,953
Charge for the year	<u>5,696</u>	<u>11,841</u>	<u>17,537</u>
At 31 December 2024	<u>901,890</u>	<u>80,600</u>	<u>982,490</u>
Net book value			
At 31 December 2024	<u>353,982</u>	<u>23,789</u>	<u>377,771</u>
At 31 December 2023	<u>302,363</u>	<u>24,161</u>	<u>326,524</u>
Charity			
	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2024	1,198,557	-	1,198,557
Additions	<u>57,315</u>	<u>3,372</u>	<u>60,687</u>
At 31 December 2024	<u>1,255,872</u>	<u>3,372</u>	<u>1,259,244</u>
Depreciation			
At 1 January 2024	896,194	-	896,194
Charge for the year	<u>5,696</u>	<u>-</u>	<u>5,696</u>
At 31 December 2024	<u>901,890</u>	<u>-</u>	<u>901,890</u>
Net book value			
At 31 December 2024	<u>353,982</u>	<u>3,372</u>	<u>357,354</u>
At 31 December 2023	<u>302,363</u>	<u>-</u>	<u>302,363</u>

13 Fixed asset investments

Charity

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 January 2024	3	3
At 31 December 2024	3	3
Net book value		
At 31 December 2024	3	3
At 31 December 2023	3	3

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2024	2023	
Subsidiary undertakings					
Magna Trading Ltd UNit 2, Viaduct Road, Gwaelod-Y-Garth, Taffs Well, Cardiff, CF15 9JN	United Kingdom		100%	100%	Sale of Retail Goods

14 Stock

	Group		Charity
	2024	2023	2024
	£	£	£
Stocks	135,106	106,722	-

15 Debtors

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade debtors	35,727	44,491	-	-
Other debtors	-	12,890	-	12,890
	35,727	57,381	-	12,890

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

16 Creditors: amounts falling due within one year

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Trade creditors	84,469	57,380	13,538	3,401
VAT	(5,772)	7,817	(4,470)	-
Other creditors	4,132	4,716	(1)	-
Accruals	12,335	12,715	6,200	6,580
	<u>95,164</u>	<u>82,628</u>	<u>15,267</u>	<u>9,981</u>

17 Creditors: amounts falling due after one year

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Bank loans	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

18 Funds

Group

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Balance at 31 December 2024 £
Unrestricted funds				
General	<u>271,211</u>	<u>954,915</u>	<u>(917,678)</u>	<u>308,448</u>

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>433,919</u>	<u>1,045,006</u>	<u>(1,207,714)</u>	<u>271,211</u>

Charity

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Balance at 31 December 2024 £
Unrestricted funds				
General	<u>146,998</u>	<u>185,045</u>	<u>(166,879)</u>	<u>165,164</u>

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>399,490</u>	<u>232,021</u>	<u>(484,513)</u>	<u>146,998</u>

19 Analysis of net assets between funds

Group

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

	Unrestricted funds General £	Total funds at 31 December 2024 £
Tangible fixed assets	377,771	377,771
Current assets	225,841	225,841
Current liabilities	(95,164)	(95,164)
Creditors over 1 year	<u>(200,000)</u>	<u>(200,000)</u>
Total net assets	<u>308,448</u>	<u>308,448</u>

	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	326,524	326,524
Current assets	227,315	227,315
Current liabilities	(82,628)	(82,628)
Creditors over 1 year	<u>(200,000)</u>	<u>(200,000)</u>
Total net assets	<u>271,211</u>	<u>271,211</u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Charity

	Unrestricted funds General £	Total funds at 31 December 2024 £
Tangible fixed assets	357,354	357,354
Fixed asset investments	3	3
Current assets	23,074	23,074
Current liabilities	(15,267)	(15,267)
Creditors over 1 year	(200,000)	(200,000)
Total net assets	165,164	165,164
	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	302,363	302,363
Fixed asset investments	3	3
Current assets	54,613	54,613
Current liabilities	(9,981)	(9,981)
Creditors over 1 year	(200,000)	(200,000)
Total net assets	146,998	146,998

20 Related party transactions

Charity

During the year, the charity received £96,950 of donations from its trading subsidiary.

KEYSTONE EDUCATION TRUST

England & Wales - Charity number 1096922

Accounts

Charity registration number: 1096922

Keystone Education Trust

Trustees' Report and Financial Statements
for the year ended 31st December 2023

mca Banbury Ltd
Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

Keystone Education Trust

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Keystone Education Trust

Reference and Administrative Details

Chief Executive Officer	Mr N Hill
Trustees	Mr N Hill Mr G M Sims Mr S A Rusling Mr M J Dormer Mr D P Robins
Charity Registration Number	1096922
Principal Office	31 Ystrad Road Swansea SA5 4BT
Auditor	mca Banbury Ltd Unit 4-6 The Wharf Centre Wharf Street Warwick CV34 5LB
Bankers	Lloyds Bank plc 113 High Street Gorseinon Swansea SA4 4BR

Keystone Education Trust

Trustees' Report

The Trustees present their report with the financial statements of the charity for the year ended 31st December 2023. 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 (FRS102) (effective 1 January 2019).

Objectives and activities

Objects and aims

The charitable objects of the charity are the advancement of the education of children and young people from ages five to eighteen in particular by assistance to their parents to enable such children to be taught otherwise than as school as defined in the Education Acts and any other charitable purpose for the benefit of the worldwide Christian fellowship known as the Plymouth Brethren Christian Church.

In furtherance of its objects, the Trust provides the premise under formal lease for an independent school based in Sway Road Morryston Swansea which has been run by OneSchool Global UK (OSGUK).

The charity also provides donation funding to OSGUK at the discretion of the Trustees in order to enable OSGUK to provide a well-balanced education at primary and secondary levels, for children and young people whose parents appreciate the Christian ethos.

Success is measured in terms of the provision of appropriate facilities to OSGUK whilst minimising expenditure. This in turn, frees up funds for raising standards of education for all concerned and for the improvement of facilities for pupils and staff alike.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and have regard to it when reviewing their aims and objectives, and in planning their future activities. In particular they consider how planned activities will contribute to the educational aims and objectives they have set.

Volunteers are an integral part of the community ethos and values of the charity and there are strong and willing group of volunteers who assist and support the charity throughout the year.

The trading activities of the charity's trading subsidiary Magna Trading Ltd, (registered company number: 0631152), which operates a convenience store, are undertaken by volunteers.

Objectives, strategies and activities

Throughout the year the charity has continued to provide educational premises in support of the educational activities of OSGUK.

Keystone Education Trust

Trustees' Report

Financial review

The charity is supported and financed principally by profits from its trading subsidiary Magna Trading Limited, plus other ad hoc donations and those raised by fundraising events and grants from the Grace Trust. The Trustees believe that the charity's funds are sufficient to mitigate any short to medium term risk of reduced funding.

The charity's fundraising events principally operate within the Brethren community and professional fundraisers are not used. Neither the charity nor any person acting on behalf of the charity was subject to an undertaking to be bound by any voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of activities on behalf of the trust.

In the year ended 31st December 2023 the charity reported a net deficit of £252,493 (2022 deficit of £109,394). The group reported a net deficit of £162,740 (2022 deficit of £113,461).

At the year end the charity had net current assets of £44,632 (2022 net current assets of £177,209). The group had net current assets of £144,655 (2022 net current assets of £168,894).

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £10,679. At the year end 2023 the free reserves of the charity were £146,998 (31st December 2022 £399,491).

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Plans for future periods

Aims and key objectives for future periods

The Trustees plan to continue to support OSGUK to provide a quality and deliver a consistent and high level of educational experience and outcome for all students and staff, in accordance with the charity's ethos and values.

Structure, governance and management

Keystone Education Trust is constituted by a Deed of Trust dated 30 December 2002 and is registered with the Charity Commission for England and Wales.

The Trustees who served during the year and since the year end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the charity in the year ended 31st December 2023 (year ended 31st December 2022 £nil).

The power to appoint Trustees is invested in the existing Trustees subject to the charity Deed requirement. Trustees are selected according to their own specialism in a particular field and are expected to pursue that specialism. New Trustees are instructed in the need to completely adhere to the ethos and values of the charity.

New Trustees are appointed at charity meetings and training is given by the outgoing trustee being replaced, along with support from fellow Trustees.

Keystone Education Trust

Trustees' Report

Principal Risks

The Trustees have examined the major strategic, business and operational risks that the charity faces. The Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

The principal risks to the charity are:

- risk of damage to the property held by the charity (although the property holds property insurance);
- risk of closure or relocation of the schooling by OneSchool Global UK and
- risk of fall in trading activities of the wholly owned trading subsidiary, either due to a fall in customer loyalty or a significant increase in supplier prices (closely monitored by the trading subsidiary directors who would then take appropriate action).

There were no serious incidents relating to the charity over the year to report

Keystone Education Trust

Trustees' Report

Statement of trustees' responsibilities

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

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, 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 parent charitable company 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 the group and 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 charity deed. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the trustees of the charity on 29/08/24 and signed on its behalf by:



Mr N Hill
Chief executive officer and trustee

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

Opinion

We have audited the financial statements of Keystone Education Trust (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 December 2023, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Cash Flows 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Basis for 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 responsibilities for the audit of the financial statements section of our report. We are independent of the group 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.

Emphasis of matter

The financial statements of the trust for the year ended 31st December 2022, were not audited. We have obtained sufficient appropriate audit evidence on the comparatives presented in the financial statements for all material items, in accordance with the International Standards of Auditing (ISAs). Our audit opinion on the financial statements for the year was therefore unmodified.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees 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 group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

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

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.

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- the parent charity has not kept sufficient accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 5), 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 the trustees 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 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with the applicable laws and regulations.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and

- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation
- Enquiring of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed those laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Auditors. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We define materiality as the magnitude of misstatement in the Financial Statements that makes it probable that the economic decisions of a reasonably knowledgeable person would be changed or influenced. We use materiality both in planning and in the scope of our audit work and in evaluating the results of our work.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Keystone Education Trust

Independent Auditor's Report to the Members of Keystone Education Trust

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the group'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 and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Martin Cox (Senior Statutory Auditor)
For and on behalf of mca Banbury Ltd, Statutory Auditor

Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

Date: 12/09/2024
.....

Keystone Education Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2023 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2023 £
Income and Endowments from:			
Donations and legacies	3	235,078	235,078
Charitable activities	4	4,167	4,167
Investment income	6	546	546
Other income		805,215	805,215
		<u>1,045,006</u>	<u>1,045,006</u>
Expenditure on:			
Raising funds	7	(723,201)	(723,201)
Charitable activities	8	(484,513)	(484,513)
		<u>(1,207,714)</u>	<u>(1,207,714)</u>
Total expenditure		<u>(1,207,714)</u>	<u>(1,207,714)</u>
Net expenditure		<u>(162,708)</u>	<u>(162,708)</u>
Net movement in funds		(162,708)	(162,708)
Reconciliation of funds			
Total funds brought forward		433,919	433,919
Total funds carried forward	18	271,211	271,211
		<u>Unrestricted funds £</u>	<u>Total 2022 £</u>
Income and Endowments from:			
Donations and legacies	3	11,050	11,050
Charitable activities	4	4,167	4,167
Investment income	6	34	34
Other income		762,030	762,030
		<u>777,281</u>	<u>777,281</u>
Expenditure on:			
Raising funds	7	(658,563)	(658,563)
Charitable activities	8	(232,179)	(232,179)
		<u>(890,742)</u>	<u>(890,742)</u>
Total expenditure		<u>(890,742)</u>	<u>(890,742)</u>
Net expenditure		<u>(113,461)</u>	<u>(113,461)</u>
Net movement in funds		(113,461)	(113,461)
Reconciliation of funds			
Total funds brought forward		547,380	547,380

The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2023 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2022 £
Total funds carried forward	18	<u>433,919</u>	<u>433,919</u>

All of the group's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 is shown in note 18.

Keystone Education Trust

Consolidated Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	12	326,524	465,025
Current assets			
Stocks	14	106,722	97,423
Debtors	15	57,381	34,424
Cash at bank and in hand		63,212	<u>130,395</u>
		227,315	262,242
Creditors: Amounts falling due within one year	16	(82,628)	<u>(93,348)</u>
Net current assets		<u>144,687</u>	<u>168,894</u>
Total assets less current liabilities		471,211	633,919
Creditors: Amounts falling due after more than one year	17	(200,000)	<u>(200,000)</u>
Net assets		<u>271,211</u>	<u>433,919</u>
Funds of the group:			
Unrestricted income funds			
Unrestricted funds		<u>271,211</u>	<u>433,919</u>
Total funds	18	<u>271,211</u>	<u>433,919</u>

The financial statements on pages 10 to 28 were approved by the trustees and authorised for issue on 29/08/24 and signed on their behalf by:



Mr N Mill
Chief executive officer and trustee

Keystone Education Trust

Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	12	302,363	422,278
Investments		<u>3</u>	<u>3</u>
		<u>302,366</u>	<u>422,281</u>
Current assets			
Debtors	15	12,890	113,405
Cash at bank and in hand		<u>41,723</u>	<u>74,933</u>
		54,613	188,338
Creditors: Amounts falling due within one year	16	<u>(9,981)</u>	<u>(11,128)</u>
Net current assets		<u>44,632</u>	<u>177,210</u>
Total assets less current liabilities		346,998	599,491
Creditors: Amounts falling due after more than one year	17	<u>(200,000)</u>	<u>(200,000)</u>
Net assets		<u>146,998</u>	<u>399,491</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>146,998</u>	<u>399,491</u>
Total funds	18	<u>146,998</u>	<u>399,491</u>

The financial statements on pages 10 to 28 were approved by the trustees, and authorised for issue on 29/08/24 and signed on their behalf by:



Mr N Hill
Chief executive officer and trustee

The notes on pages 15 to 28 form an integral part of these financial statements.

Keystone Education Trust

Consolidated Statement of Cash Flows for the Year Ended 31 December 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash expenditure		(162,708)	(113,461)
Adjustments to cash flows from non-cash items			
Depreciation	7	139,226	137,385
Investment income	6	(546)	(34)
		<u>(24,028)</u>	<u>23,890</u>
Working capital adjustments			
Increase in stocks	14	(9,299)	(97,423)
(Increase)/decrease in debtors	15	(22,957)	155,240
Decrease in creditors	16	(10,720)	(59,135)
Net cash flows from operating activities		<u>(67,004)</u>	<u>22,572</u>
Cash flows from investing activities			
Interest receivable and similar income	6	546	34
Purchase of tangible fixed assets	12	-	(94,821)
Sale of tangible fixed assets		(725)	7
Net cash flows from investing activities		<u>(179)</u>	<u>(94,780)</u>
Net decrease in cash and cash equivalents		(67,183)	(72,208)
Cash and cash equivalents at 1 January		<u>130,395</u>	<u>202,603</u>
Cash and cash equivalents at 31 December		<u><u>63,212</u></u>	<u><u>130,395</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

1 General Information

The Keystone Education Trust is an unincorporated charity (no: 1096922) registered in England & Wales. The registered address is 31 Ystrad Road, Swansea, SA5 4BT.

2 Accounting policies

Statement of compliance

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The financial statements have been prepared to give a 'true and fair' view and 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 Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Keystone Education Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of consolidation

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line-by-line basis.

The Charity has also taken advantage of the exemption available to a qualifying entity in FRS 102 from the requirement to present a Charity only statement of cash flows and certain disclosures about the Charity's financial instruments within the consolidated financial statements.

No separate SOFA has been prepared for the Charity alone.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate, Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis, The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Depreciation and amortisation

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. Assets costing less than £500 are written off to the SoFA in the year of purchase.

Asset class	Depreciation method and rate
Freehold Property	2% Straight Line
Plant & Machinery	20% Straight Line
Leasehold Property	10% Straight Line

Current asset investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

Stock

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Trade debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Fund structure

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes, The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Financial instruments

Classification

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.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Gifts and donations	235,078	235,078
Total for 2023	235,078	235,078
Total for 2022	11,050	11,050

4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Rental Income	4,167	4,167
Total for 2023	4,167	4,167
Total for 2022	4,167	4,167

5 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading Income - Magna Trading Ltd	805,215	805,215
Total for 2023	805,215	805,215
Total for 2022	762,030	762,030

6 Investment income

	Unrestricted funds General £	Total funds £
Bank Interest	546	546
Total for 2023	546	546
Total for 2022	34	34

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total funds £
Trading Costs - Magna Trading Ltd	723,201	723,201
Total for 2023	<u>723,201</u>	<u>723,201</u>
Total for 2022	<u>658,563</u>	<u>658,563</u>

8 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Charitable activities	9	484,513	484,513
Total for 2022		<u>232,179</u>	<u>232,179</u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

9 Analysis of support costs

Support costs allocated to charitable activities

	Governance costs £	Finance costs £	Administration costs £	Premises costs including depreciation £	Other support costs £
Charitable Activities	<u>3,118</u>	<u>16,400</u>	<u>2,187</u>	<u>354,982</u>	<u>107,826</u>
					Total 2023
Charitable Activities					£ 484,513
	Governance costs £	Finance costs £	Administration costs £	Premises costs including depreciation £	Other support costs £
Charitable Activities	<u>6,446</u>	<u>9,969</u>	<u>5,212</u>	<u>119,852</u>	<u>90,700</u>
					Total 2022
Charitable Activities					£ 232,179

Other supports costs are donations made to OSG.

Staff costs are nil. Keystone Education Trust is run entirely by volunteers.

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

10 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Auditors' remuneration

	2023 £	2022 £
Other fees to auditors		
The auditing of accounts of any associate of the charity	4,000	-
Audit-related assurance services	-	2,500
All other non-audit services	2,000	-
	<u>6,000</u>	<u>2,500</u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

12 Tangible fixed assets

Group

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2023	1,198,557	94,605	1,293,162
Disposals	-	(1,685)	(1,685)
At 31 December 2023	1,198,557	92,920	1,291,477
Depreciation			
At 1 January 2023	776,279	51,858	828,137
Charge for the year	119,915	19,311	139,226
Eliminated on disposals	-	(2,410)	(2,410)
At 31 December 2023	896,194	68,759	964,953
Net book value			
At 31 December 2023	302,363	24,161	326,524
At 31 December 2022	422,278	42,747	465,025

Charity

	Land and buildings £	Total £
Cost		
At 1 January 2023	1,198,557	1,198,557
Depreciation		
At 1 January 2023	776,279	776,279
Charge for the year	119,915	119,915
At 31 December 2023	896,194	896,194
Net book value		
At 31 December 2023	302,363	302,363
At 31 December 2022	422,278	422,278

13 Fixed asset investments

Charity

Shares in group undertakings and participating interests

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

	Subsidiary undertakings £	Total £
Cost		
At 1 January 2023	3	3
At 31 December 2023	3	3
Net book value		
At 31 December 2023	3	3
At 31 December 2022	3	3

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2023	2022	
Subsidiary undertakings					
Magna Trading Ltd Unit 2, Viaduct Road, Gwaelod-Y-Garth, Taffs Well, Cardiff, CF15 9JN	United Kingdom	100%	100%		Sale of Retail Good

14 Stock

	Group		Charity
	2023	2022	2023
	£	£	£
Stocks	106,722	97,423	-

15 Debtors

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	44,491	33,892	-	-
Other debtors	12,890	532	12,890	113,405
	57,381	34,424	12,890	113,405

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

16 Creditors: amounts falling due within one year

	Group		Charity	
	2023 £	2022 £	2023 £	2022 £
Trade creditors	57,380	71,432	3,401	3,129
VAT	7,817	5,301	-	-
Other creditors	4,716	3,454	-	(1)
Accruals	12,715	13,161	6,580	8,000
	<u>82,628</u>	<u>93,348</u>	<u>9,981</u>	<u>11,128</u>

17 Creditors: amounts falling due after one year

	Group		Charity	
	2023 £	2022 £	2023 £	2022 £
Bank loans	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

18 Funds

Group

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>433,919</u>	<u>1,045,006</u>	<u>(1,207,714)</u>	<u>271,211</u>

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
General	<u>547,380</u>	<u>777,281</u>	<u>(890,742)</u>	<u>433,919</u>

Charity

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>399,490</u>	<u>232,021</u>	<u>(484,513)</u>	<u>146,998</u>

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
General	<u>508,884</u>	<u>122,786</u>	<u>(232,179)</u>	<u>399,491</u>

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

19 Analysis of net assets between funds

Group

	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	326,524	326,524
Current assets	227,315	227,315
Current liabilities	(82,628)	(82,628)
Creditors over 1 year	(200,000)	(200,000)
Total net assets	271,211	271,211
	Unrestricted funds General £	Total funds at 31 December 2022 £
Tangible fixed assets	465,025	465,025
Current assets	262,242	262,242
Current liabilities	(93,348)	(93,348)
Creditors over 1 year	(200,000)	(200,000)
Total net assets	433,919	433,919

Keystone Education Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Charity

	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	302,363	302,363
Fixed asset investments	3	3
Current assets	54,613	54,613
Current liabilities	(9,981)	(9,981)
Creditors over 1 year	<u>(200,000)</u>	<u>(200,000)</u>
Total net assets	<u>146,998</u>	<u>146,998</u>

	Unrestricted funds General £	Total funds at 31 December 2022 £
Tangible fixed assets	422,278	422,278
Fixed asset investments	3	3
Current assets	188,338	188,338
Current liabilities	(11,128)	(11,128)
Creditors over 1 year	<u>(200,000)</u>	<u>(200,000)</u>
Total net assets	<u>399,491</u>	<u>399,491</u>

20 Related party transactions

Charity

During the year, the charity received £105,103 of donations from its trading subsidiary.

KEYSTONE EDUCATION TRUST

England & Wales - Charity number 1096922

Accounts

REGISTERED CHARITY NUMBER: 1096922

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
KEYSTONE EDUCATION TRUST**

MHA
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

KEYSTONE EDUCATION TRUST

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FOR THE YEAR ENDED 31 DECEMBER 2022**

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KEYSTONE EDUCATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 DECEMBER 2022

Registered Charity name
Keystone Education Trust

Registered Charity number
1096922

Principal address
Keystone Education Trust
Sway Road
Morrison
Swansea
SA6 6JA

Trustees
R M Nunn
N Hill
R M Wells

R M Nunn holds title to freehold land and buildings at Sway Road Morrison Swansea SA6 6JA.

Chief Executive Officer
N Hill

Independent examiner
Rachel Doyle FCCA
MHA
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

Bankers
Lloyds Bank Plc
113 High Street
Gorseinon
Swansea
SA4 4BR

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their report with the financial statements of the charity for the year ended 31 December 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 (FRS102) (effective 1 January 2019).

Objectives and Activities

The charitable objects of the charity are the advancement of the education of children and young people from ages five to eighteen in particular by assistance to their parents to enable such children to be taught otherwise than as school as defined in the Education Acts and any other charitable purpose for the benefit of the worldwide Christian fellowship known as the Plymouth Brethren Christian Church.

In furtherance of its objects, the Trust provides the premise under formal lease for an independent school based in Sway Road Morrleston Swansea which has been run by OneSchool Global UK (OSGUK).

The charity also provides grant funding and other financial support to OSGUK at the discretion of the Trustees in order to enable OSGUK to provide a well balanced education at primary and secondary levels, for children and young people whose parents appreciate the Christian ethos.

Success is measured in terms of the provision of appropriate facilities to OSGUK whilst minimising expenditure. This in turn, frees up funds for raising standards of education for all concerned and for the improvement of facilities for pupils and staff alike.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and have regard to it when reviewing their aims and objectives, and in planning their future activities. In particular, they consider how planned activities will contribute to the educational aims and objectives they have set.

Volunteers are an integral part of the community ethos and values of the charity and there are strong and willing group of volunteers who assist and support the charity throughout the year.

The trading activities of the charity's trading subsidiary Magna Trading Ltd, (registered company number: 0631152), which operates a convenience store, are also undertaken by volunteers.

Significant Activities

Throughout the year the charity has continued to provide educational premises in support of the educational activities of OSGUK.

Financial Review

The charity is supported and financed principally by profits from its trading subsidiary, Magna Trading Limited, plus other ad hoc donations and those raised by fundraising events and grants from the Grace Trust. The Trustees believe that the charity's funds are sufficient to mitigate any short to medium term risk of reduced funding.

The charity's fundraising events principally operate within the Brethren community and professional fundraisers are not used. Neither the charity nor any person acting on behalf of the charity was subject to an undertaking to be bound by any voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of activities on behalf of the trust.

In the year ended 31 December 2022, the charity reported a net deficit of £109,394 (2021: deficit of £86,846).

At the year end the charity had net current assets of £177,209 (2021: net current assets of £238,020).

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £10,000. At the balance sheet date, the free reserves of the charity were

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Financial Review, continued

£399,490 (2021: £508,884).

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Principal Risks

The Trustees have examined the major strategic, business and operational risks that the charity faces. The Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

The principal risks to the charity are:

- risk of damage to the property held by the charity (although the property holds property insurance);
- risk of closure or relocation of the schooling by OneSchool Global UK (considered unlikely); and
- risk of fall in trading activities of the wholly owned trading subsidiary, either due to a fall in customer loyalty or a significant increase in supplier prices (closely monitored by the trading subsidiary directors who would then take appropriate action).

There were no serious incidents relating to the charity over the year to report.

Future Plans

The Trustees plan to continue to support OSGUK to provide a quality and deliver a consistent and high level of educational experience and outcome for all students and staff, in accordance with the charity's ethos and values.

Structure, Governance and Management

Keystone Education Trust is constituted by a Deed of Trust dated 30 December 2002 and is registered with the Charity Commission for England and Wales.

The Trustees who served during the year and since the year end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the charity in the year ended 31st December 2022 nor in the previous financial year.

The power to appoint Trustees is invested in the existing Trustees subject to the Charity Deed requirement. Trustees are selected according to their own specialism in a particular field and are expected to pursue that specialism. New Trustees are instructed in the need to completely adhere to the ethos and values of the charity.

New trustees are appointed at charity meetings and training is given by the outgoing trustee being replaced, along with support from fellow trustees.

Trustees' Responsibilities

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

The law applicable to charities in England and Wales requires the trustees 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 the incoming resources and application of resources of the charitable group for that period. In preparing these financial statements, the trustees are required to:

KEYSTONE EDUCATION TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

Trustees' Responsibilities, continued

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 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 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 charity 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.

Approved by the Trustees and signed on their behalf by:


.....

Mr N Hill

26/06/23

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
KEYSTONE EDUCATION TRUST**

Independent examiner's report to the trustees of Keystone Education Trust

I report to the charity trustees on my examination of the accounts of Keystone Education Trust (the Trust) for the year ended 31 December 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.

Rachel Doyle
FCCA
MHA
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

Date:

KEYSTONE EDUCATION TRUST**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Notes	Unrestricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies		11,049	11,049	40,778
Investment income	2	<u>111,736</u>	<u>111,736</u>	<u>95,169</u>
Total		<u>122,785</u>	<u>122,785</u>	<u>135,947</u>
EXPENDITURE ON				
Charitable activities				
School		<u>232,179</u>	<u>232,179</u>	<u>222,793</u>
NET INCOME/(EXPENDITURE)		(109,394)	(109,394)	(86,846)
RECONCILIATION OF FUNDS				
Total funds brought forward		<u>508,884</u>	<u>508,884</u>	<u>595,730</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>399,490</u></u>	<u><u>399,490</u></u>	<u><u>508,884</u></u>

KEYSTONE EDUCATION TRUST

**BALANCE SHEET
31 DECEMBER 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	6	422,278	-	422,278	470,861
Investments	7	<u>3</u>	<u>-</u>	<u>3</u>	<u>3</u>
		422,281	-	422,281	470,864
CURRENT ASSETS					
Debtors	8	113,405	-	113,405	94,486
Cash at bank		<u>74,933</u>	<u>-</u>	<u>74,933</u>	<u>146,713</u>
		188,338	-	188,338	241,199
CREDITORS					
Amounts falling due within one year	9	(11,129)	-	(11,129)	(3,179)
		<u>177,209</u>	<u>-</u>	<u>177,209</u>	<u>238,020</u>
NET CURRENT ASSETS					
		<u>177,209</u>	<u>-</u>	<u>177,209</u>	<u>238,020</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		599,490	-	599,490	708,884
CREDITORS					
Amounts falling due after more than one year	10	(200,000)	-	(200,000)	(200,000)
		<u>399,490</u>	<u>-</u>	<u>399,490</u>	<u>508,884</u>
NET ASSETS					
		<u>399,490</u>	<u>-</u>	<u>399,490</u>	<u>508,884</u>
FUNDS					
Unrestricted funds	12			<u>399,490</u>	<u>508,884</u>
TOTAL FUNDS					
				<u>399,490</u>	<u>508,884</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 26 JUNE 2023 and were signed on its behalf by:


.....
N Hill - Trustee

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.

The financial statements are presented in Sterling (£).

Going concern

The trustees have reviewed projected income and expenditure, including capital investment and property repairs and are satisfied that the charity has sufficient resources to meet projected costs.

The trustees therefore have a reasonable expectation that the charity will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements.

Critical accounting judgements and key sources of estimation uncertainty

The trustees make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year are addressed below:

(i) Impairment reviews

The trustees carry out annual reviews of fixed assets to assess whether there are any indications of impairment. Where indications of impairment exist, the trustees consider the recoverable amount of the relevant asset, based upon either value in use or net realisable value, depending upon the function of the asset in question. Impairment provisions are recognised in the statement of financial activities, within the relevant cost category to which the asset relates.

(ii) Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives of the assets. The useful economic lives are reassessed annually and are amended when necessary to reflect current estimates of economic utilisation and physical condition of the assets.

1. ACCOUNTING POLICIES - continued

Income recognition

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. Gift Aid reclaims are recognised in the same period that the gift or donation was made, subject to the overriding income recognition policy. Donated goods and facilities are only recognised as incoming resources when the benefit to the charity can be reasonably quantified or measured and is considered material to the charity.

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.

Charitable activities

Expenditure classified as charitable activities expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support the activities.

Governance and support costs

Support costs are those functions that assist the work of the charity but do not directly relate to charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to independent examination and legal fees, together with an apportionment of overhead and support costs.

Tangible fixed assets

Tangible fixed assets costing more than £200 are capitalised at purchase cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Over 25 years
Freehold property improvements	- Over 7 years

Impairment reviews are carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable through use (for assets in use by the charity) or through sale (for surplus assets).

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of expenditure for which it was incurred.

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES - continued

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.

Investments

Fixed asset investments are valued at the lower of cost and net realisable value.

Financial Instruments

The charity has mainly financial assets and 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. Long term loans are stated at fair value.

Volunteers

The value of services provided by volunteers is not incorporated into the financial statements, as it cannot be readily quantified.

2. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	4,167	4,167
Donations from subsidiary undertaking	107,535	90,990
Deposit account interest	<u>34</u>	<u>12</u>
	<u>111,736</u>	<u>95,169</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	40,778	-	40,778
Investment income	<u>95,169</u>	-	<u>95,169</u>
Total	<u>135,947</u>	-	<u>135,947</u>
EXPENDITURE ON			
Charitable activities			
School	<u>222,793</u>	-	<u>222,793</u>
NET INCOME/(EXPENDITURE)	(86,846)	-	(86,846)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>595,730</u>	-	<u>595,730</u>
TOTAL FUNDS CARRIED FORWARD	<u>508,884</u>	-	<u>508,884</u>

5. GOVERNANCE COSTS

	2022 £	2021 £
Independent examiner's fee	<u>2,500</u>	<u>3,000</u>

6. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2022	1,127,288
Additions	<u>71,269</u>
At 31 December 2022	<u>1,198,557</u>
DEPRECIATION	
At 1 January 2022	656,427
Charge for year	<u>119,852</u>
At 31 December 2022	<u>776,279</u>
NET BOOK VALUE	
At 31 December 2022	<u>422,278</u>
At 31 December 2021	<u>470,861</u>

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

7. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 1 January 2022 and 31 December 2022	<u>3</u>
NET BOOK VALUE	
At 31 December 2022	<u>3</u>
At 31 December 2021	<u>3</u>

There were no Investment assets outside the UK.

The balance represents the charity's holding in its trading subsidiary, Magna Trading Limited, whose registered office is Unit 2, Viaduct Road, Gwaelod-Y-Garth, Taffs Well, Cardiff, CF15 9JN.

Subsidiaries

Magna Trading Limited (registered company number: 06311529)

Nature of business: Retailer of household goods

Class of shares:	%		
Ordinary	holding		
	100.00	2022	2021
		£	£
Aggregate capital and reserves		34,432	38,499
Profit for the year		103,468	89,188
Turnover for the year		762,027	704,716
Expenditure for the year		<u>658,559</u>	<u>615,528</u>

The subsidiary's trading activities are carried out in order to generate income for the charity. Annual profits are donated in full to the charity each year, under a Deed of Covenant.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Amounts due from subsidiary undertaking	112,873	89,989
Other debtors	-	4,231
VAT	<u>532</u>	<u>266</u>
	<u>113,405</u>	<u>94,486</u>

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	3,129	-
Other creditors	<u>8,000</u>	<u>3,179</u>
	<u>11,129</u>	<u>3,179</u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022 £	2021 £
Other creditors	<u>200,000</u>	<u>200,000</u>

11. LOANS

An analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>200,000</u>	<u>200,000</u>

Loans due after one year are secured on the freehold property. The loan is subject to interest at 3.5% above the base rate per annum and there are no fixed repayment terms.

12. MOVEMENT IN FUNDS

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
Unrestricted fund	508,884	(109,394)	399,490
	<u>508,884</u>	<u>(109,394)</u>	<u>399,490</u>
TOTAL FUNDS	<u>508,884</u>	<u>(109,394)</u>	<u>399,490</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	122,785	(232,179)	(109,394)
	<u>122,785</u>	<u>(232,179)</u>	<u>(109,394)</u>
TOTAL FUNDS	<u>122,785</u>	<u>(232,179)</u>	<u>(109,394)</u>

KEYSTONE EDUCATION TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022****12. MOVEMENT IN FUNDS - continued****Comparatives for movement in funds**

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
Unrestricted fund	595,730	(86,846)	508,884
TOTAL FUNDS	<u>595,730</u>	<u>(86,846)</u>	<u>508,884</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	135,947	(222,793)	(86,846)
TOTAL FUNDS	<u>135,947</u>	<u>(222,793)</u>	<u>(86,846)</u>

The unrestricted funds above are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charitable company.

13. RELATED PARTY DISCLOSURES**Transactions with subsidiary company**

The charity's subsidiary company, Magna Trading Limited, donated its profit via a deed of covenant to the charity. The donation amounted to £107,535 (2021: £90,990) in the period.

At the balance sheet date, Magna Trading Limited owed the charity £112,873 (2021: £89,989), which is repayable within one year.

Transactions with trustees and trustees' businesses

The trustees have provided joint personal guarantees in respect of the interest on the loan of £200,000, which is due after 1 year.

The Trustee, R M Nunn, holds title to the charity's property in trust for the charity.

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

14. POST BALANCE SHEET EVENTS

Since the balance sheet date, the Trust has invested £43,985 (2021: £78,800) in fixed assets.

KEYSTONE EDUCATION TRUST

England & Wales - Charity number 1096922

Accounts

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
KEYSTONE EDUCATION TRUST**

MHA
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Llansamlet
Swansea
SA7 9FG

KEYSTONE EDUCATION TRUST

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

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KEYSTONE EDUCATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 DECEMBER 2021

Registered Charity name

Keystone Educational Trust

The charity is affiliated to OneSchool Global and operates under the name of OneSchool Global Swansea Campus.

Registered Charity number
1096922

Principal address

Keystone Education Trust
Sway Road
Morrison
Swansea
SA6 6JA

Trustees

R M Nunn
N Hill
R M Wells
N B Ker resigned on 21st December 2021.
D J Gardiner resigned on 21st December 2021
C Marsh resigned on 21st December 2021.
E Swanson resigned on 21st December 2021.

R M Nunn holds title to freehold land and buildings at Sway Road Morrison Swansea SA6 6JA.

Chief Executive Officer

N Hill

Independent examiner

Rachel Doyle ACA FCCA
MHA
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

Bankers

Lloyds Bank Plc
113 High Street
Gorseinon
Swansea
SA4 4BR

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. 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 Activities

The charitable objects of the Trust are the advancement of the education of children and young people through the provision of education sites and premises. The objects also include any other charitable purpose for the benefit of the worldwide Christian fellowship known as the Plymouth Brethren Christian Church.

In furtherance of its objects, the Trust provides the premise under formal lease for an independent school based in Sway Road, Morriston, Swansea which has been run by OneSchool Global UK (OSGUK).

The Trust also provides grant funding and other financial support to OSGUK at the discretion of the Trustees in order to enable OSGUK to provide a well balanced education at primary and secondary levels, for children and young people whose parents appreciate the Christian ethos.

Success is measured in terms of the provision of appropriate facilities to OSGUK whilst minimising expenditure. This in turn, frees up funds for raising standards of education for all concerned and for the improvement of facilities for pupils and staff alike.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and have regard to it when reviewing their aims and objectives, and in planning their future activities. In particular they consider how planned activities will contribute to the educational aims and objectives they have set.

Volunteers are an integral part of the community ethos and values of the Trust and there are strong and willing group of volunteers who assist and support the Trust throughout the year.

Significant activities

Throughout the year the Trust has continued to provide educational premises in support of the educational activities of OSGUK.

The Trust has a wholly owned subsidiary company Magna Trading Limited, (registered company number: 0631152) which undertakes trading activities. All profits chargeable to corporation tax are gifted to the Trust in support of the charitable activities of the Trust.

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

FINANCIAL REVIEW

Financial review

In the year ended 31st December 2021, the Trust reported a net deficit of £86,845 (2020: £81,998). All funds are unrestricted.

The Trust is supported and financed principally by profits from its trading subsidiary Magna Trading Ltd plus other ad hoc donations and those raised by fundraising events and grants from the Grace Trust. The Trustees believe that the Trust's funds are sufficient to mitigate any short to medium term risk of reduced funding.

The Trust's fundraising events principally operate within the Brethren community and professional fundraisers are not used. Neither the Trust nor any person acting on behalf of the Trust was subject to an undertaking to be bound by any voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of activities on behalf of the trust.

The Trustees' policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £10,000. Where capital expenditure is projected, the required funds are sourced from a mixture of free reserves, fundraising within the community and grants from the Grace Trust. At 31st December 2021 the free reserves of the Trust were £508,884 (2020: £362,486) and designated reserves of £nil (2020: £233,243).

The Trust no longer maintains a designated fund for capital expenditure due to OneSchool Global UK taking over the school activities.

Principal funding sources

The Trust is supported and financed principally by income from the rental of the Trust's property and donations from its subsidiary. Capital expenditure projects are supported by donations and grants. The Trust continues to work closely with OneSchool Global UK to ensure that continued funding received by the Trust, intended to support the education of its students, is donated to OneSchool Global UK in order to continue those provisions in line with the Trust's charitable objectives. Key objectives for the year are to improve the property where it is necessary to ensure that there is a suitable environment for the advancement of the charitable objects of the Trust.

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

PLANS FOR FUTURE PERIODS

The Trustees plan to continue to support OSGUK to provide a quality and deliver a consistent and high level of educational experience and outcome for all students and staff, in accordance with the Trust's ethos and values.

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Structure, governance and management

Group structure

The group consists of the parent charity, Keystone Education Trust, and its wholly owned trading subsidiary, Magna Trading Limited.

Governing document

The Trust is an unincorporated association that is registered as a charity by the Charity Commission by a trust deed dated 30 December 2002. The subsidiary is a limited company, incorporated on 13 July 2007 in England and Wales.

Recruitment and appointment of new trustees

The Trust aims to maintain a Board of Trustees who have sufficient skills to ensure the effective running of the charity and are not remunerated. Where additional or replacement trustees are identified as needed, the existing Board will identify potential candidates from within the Brethren community and invite these candidates to apply to the Board.

Organisational structure

The trustees are each assigned individual areas of responsibility for which they are accountable to the Board of Trustees. The trustees met 2 times during the year.

Induction and training of trustees

New trustees are inducted and trained by including the candidate in Trust meetings and by shadowing other trustee/s for them to learn the role and responsibilities. Additionally, new trustees are provided with literature from the Charity Commission as to their responsibilities. Trustees are encouraged to attend appropriate training seminars, which are circulated from time to time.

Related parties

The trustees have identified the following as related parties, due to the existence of common control or influence:

The Trustees

Business interests of the trustees':

Alansons Industries (SW) Ltd
Ureka Global Ltd
Spectrum Supply Ltd (T/A Umbra)
Umbra Holdings Ltd
Evolve Corporate Limited (T/a PK Safety)
Dragon Footwear LLP
Kingsbridge Gospel Trust

Subsidiary company:

Magna Trading Limited
The

KEYSTONE EDUCATION TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

In compliance with the Charities SORP, the major risks to which the Charity is exposed, as identified by trustees, have been reviewed and systems have been established to manage those risks, including reviews at board meetings.

Property and compliance risk management is considered on a regular basis.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

Approved by order of the board of trustees on 16 JANUARY 2023 and signed on its behalf by:



.....
N Hill - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
KEYSTONE EDUCATION TRUST**

Independent examiner's report to the trustees of Keystone Education Trust

I report to the charity trustees on my examination of the accounts of Keystone Education Trust (the Trust) for the year ended 31 December 2021.

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.

Rachel Doyle
ACA FCCA
MHA
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Llansamlet
Swansea
SA7 9FG

Date:

KEYSTONE EDUCATION TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

		2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	40,779	52,912
Investment income	3	<u>95,169</u>	<u>98,377</u>
Total		<u>135,948</u>	<u>151,289</u>
EXPENDITURE ON			
Charitable activities			
School		<u>222,793</u>	<u>233,287</u>
NET INCOME/(EXPENDITURE)		<u>(86,845)</u>	<u>(81,998)</u>
Net movement in funds		(86,845)	(81,998)
RECONCILIATION OF FUNDS			
Total funds brought forward		595,729	677,727
TOTAL FUNDS CARRIED FORWARD		<u>508,884</u>	<u>595,729</u>


The notes form part of these financial statements

KEYSTONE EDUCATION TRUST

**BALANCE SHEET
31 DECEMBER 2021**

	Notes	2021 Total funds £	2020 Total funds £
FIXED ASSETS			
Tangible assets	6	470,861	562,971
Investments	7	<u>3</u>	<u>3</u>
		470,864	562,974
CURRENT ASSETS			
Debtors	8	94,486	108,798
Cash at bank		146,713	127,018
		<u>241,199</u>	<u>235,816</u>
CREDITORS			
Amounts falling due within one year	9	(3,179)	(3,061)
NET CURRENT ASSETS		<u>238,020</u>	<u>232,755</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		708,884	795,729
CREDITORS			
Amounts falling due after more than one year	10	(200,000)	(200,000)
NET ASSETS		<u>508,884</u>	<u>595,729</u>
FUNDS	12		
Unrestricted funds		508,884	362,486
Designated funds		<u>-</u>	<u>233,243</u>
TOTAL FUNDS		<u>508,884</u>	<u>595,729</u>

The financial statements were approved by the Board of Trustees and authorised for issue on ~~16 JANUARY 2023~~ and were signed on its behalf by:


.....
N Hill Trustee

The notes form part of these financial statements

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.

The financial statements are presented in Sterling (£).

Going concern

The trustees have reviewed projected income and expenditure, including capital investment/property repairs and are satisfied that the charity has sufficient resources to meet projected costs.

The trustees therefore have a reasonable expectation that the charity will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements.

Critical accounting judgements and key sources of estimation uncertainty

The trustees make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year are addressed below:

(i) Impairment reviews

The trustees carry out annual reviews of fixed assets to assess whether there are any indications of impairment. Where indications of impairment exist, the trustees consider the recoverable amount of the relevant asset, based upon either value in use or net realisable value, depending upon the function of the asset in question. Impairment provisions are recognised in the statement of financial activities, within the relevant cost category to which the asset relates.

(ii) Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives of the assets. The useful economic lives are reassessed annually and are amended when necessary to reflect current estimates of economic utilisation and physical condition of the assets.

1. ACCOUNTING POLICIES - continued

Income recognition

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. Gift Aid claims are recognised in the same period that the gift or donation was made, subject to the overriding income recognition policy. Donated goods and facilities are only recognised as incoming resources when the benefit to the charity can be reasonably quantified or measured and is considered material to the charity.

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.

Charitable activities

Expenditure classified as charitable activities expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support the activities.

Governance and support costs

Support costs are those functions that assist the work of the charity but do not directly relate to charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to independent examination and legal fees, together with an apportionment of overhead and support costs.

Tangible fixed assets

Tangible fixed assets costing more than £200 are capitalised at purchase cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Over 25 years
Freehold property improvements	- Over 7 years

Impairment reviews are carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable through use (for assets in use by the charity) or through sale (for surplus assets).

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of expenditure for which it was incurred.

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. ACCOUNTING POLICIES - continued

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.

Investments

Fixed asset investments are valued at the lower of cost and net realisable value.

Financial Instruments

The charity has mainly financial assets and 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. Long term loans are stated at fair value.

Volunteers

The value of services provided by volunteers is not incorporated into the financial statements, as it cannot be readily quantified.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	-	2,790
Gift aid	815	-
Grants	39,964	49,750
Other income	-	372
	<u>40,779</u>	<u>52,912</u>

3. INVESTMENT INCOME

	2021	2020
	£	£
Rents received	4,167	5,000
Donations from subsidiary undertaking	90,990	93,338
Deposit account interest	12	39
	<u>95,169</u>	<u>98,377</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Designated funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3,163	49,749	52,912
Investment income	<u>98,338</u>	<u>39</u>	<u>98,377</u>
Total	<u>101,501</u>	<u>49,788</u>	<u>151,289</u>
EXPENDITURE ON			
Charitable activities			
School	<u>107,704</u>	<u>125,583</u>	<u>233,287</u>
NET INCOME/(EXPENDITURE)	(6,203)	(75,795)	(81,998)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>368,689</u>	<u>309,038</u>	<u>677,727</u>
TOTAL FUNDS CARRIED FORWARD	<u>362,486</u>	<u>233,243</u>	<u>595,729</u>

6. GOVERNANCE COSTS

	2021 £	2020 £
Independent examiner's fee	<u>3,000</u>	<u>2,500</u>

7. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2021	1,098,360
Additions	<u>28,928</u>
At 31 December 2021	<u>1,127,288</u>
DEPRECIATION	
At 1 January 2021	535,389
Charge for year	<u>121,038</u>
At 31 December 2021	<u>656,427</u>
NET BOOK VALUE	
At 31 December 2021	<u>470,861</u>
At 31 December 2020	562,971

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

8. FIXED ASSET INVESTMENTS

	Shares in group undertaking £
MARKET VALUE	
At 1 January 2021 and 31 December 2021	<u>3</u>
NET BOOK VALUE	
At 31 December 2021	<u>3</u>
At 31 December 2020	<u>3</u>

There were no investment assets outside the UK.

The balance represents the charity's holding in its trading subsidiary, Magna Trading Limited, whose registered office is Unit 2, Viaduct Road, Gwaelod-Y-Garth, Taffs Well, Cardiff, CF15 9JN.

Subsidiaries

Magna Trading Limited (registered company number: 06311529)

Nature of business: Retailer of household goods

Class of shares:	%		
Ordinary	holding		
	100.00	2021	2020
		£	£
Aggregate capital and reserves		38,499	39,218
Profit for the year		89,188	63,971
Turnover for the year		704,716	606,468
Expenditure for the year		<u>615,528</u>	<u>542,497</u>

The subsidiary's trading activities are carried out in order to generate income for the charity. Annual profits are donated in full to the charity each year, under a Deed of Covenant.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Amounts due from subsidiary undertaking	89,989	105,382
Other debtors	4,231	3,416
VAT	<u>266</u>	<u>-</u>
	<u>94,486</u>	<u>108,798</u>

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	<u>3,179</u>	<u>3,061</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Other creditors	<u>200,000</u>	<u>200,000</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>200,000</u>	<u>200,000</u>

Loans due after one year are secured on the freehold property. The loan is subject to interest at 3.5% above the base rate per annum and there are no fixed repayment terms.

13. MOVEMENT IN FUNDS

	At 1/1/21	Net movement in funds	Transfers between funds	At 31/12/21
	£	£	£	£
Unrestricted funds				
Unrestricted fund	362,486	(86,845)	233,243	508,884
Designated funds				
Capital assets fund	233,243	-	(233,243)	-
TOTAL FUNDS	<u>595,729</u>	<u>(86,845)</u>	<u>-</u>	<u>508,884</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
Unrestricted fund	135,948	(222,793)	(86,845)
TOTAL FUNDS	<u>135,948</u>	<u>(222,793)</u>	<u>(86,845)</u>

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
Unrestricted fund	368,689	(6,203)	362,486
Designated funds			
Capital assets fund	309,038	(75,795)	233,243
TOTAL FUNDS	<u>677,727</u>	<u>(81,998)</u>	<u>595,729</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	101,501	(107,704)	(6,203)
Designated funds			
Capital assets fund	49,788	(125,583)	(75,795)
TOTAL FUNDS	<u>151,289</u>	<u>(233,287)</u>	<u>(81,998)</u>

The unrestricted funds above are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charitable company.

The designated capital assets fund related to the charity's property asset. The running of the school was transferred to OneSchool Global UK in 2020 so the residual balance on the fund has been transferred to the unrestricted fund.

14. RELATED PARTY DISCLOSURES

Transactions with subsidiary company

The charity's subsidiary company, Magna Trading Limited, donated its profit via a deed of covenant to the charity. The donation amounted to £90,990 (2020: £93,338) in the period.

At the balance sheet date, Magna Trading Limited owed the charity £89,989 (2020: £105,382), which is repayable within one year.

Transactions with trustees and trustees' businesses

The trustees have provided joint personal guarantees in respect of the interest on the loan of £200,000, which is due after 1 year.

The Trustee, R M Nunn, holds title to the charity's property in trust for the charity.

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

15. POST BALANCE SHEET EVENTS

Since the balance sheet date, the Trust has invested £78,800 in fixed assets.

KEYSTONE EDUCATION TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	2,790
Gift aid	815	-
Grants	39,964	49,750
Other income	<u>-</u>	<u>372</u>
	40,779	52,912
Investment income		
Rents received	4,167	5,000
Donations from subsidiary undertaking	90,990	93,338
Deposit account interest	<u>12</u>	<u>39</u>
	<u>95,169</u>	<u>98,377</u>
Total incoming resources	135,948	151,289
EXPENDITURE		
Charitable activities		
Distributions to OSG	89,777	105,068
Support costs		
Management		
Light and heat	179	-
Freehold property	<u>121,037</u>	<u>118,132</u>
	121,216	118,132
Finance		
Bank charges	-	136
Loan	<u>7,200</u>	<u>7,451</u>
	7,200	7,587
Governance costs		
Independent examiner's remuneration	3,000	2,500
Accountancy and legal fees	<u>1,600</u>	<u>-</u>
	<u>4,600</u>	<u>2,500</u>
Total resources expended	<u>222,793</u>	<u>233,287</u>
Net expenditure	<u>(86,845)</u>	<u>(81,998)</u>



KEYSTONE EDUCATION TRUST

England & Wales - Charity number 1096922

Accounts

REGISTERED CHARITY NUMBER: 1096922

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
KEYSTONE EDUCATION TRUST**

Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

KEYSTONE EDUCATION TRUST

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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KEYSTONE EDUCATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 DECEMBER 2020

Registered Charity name

Keystone Educational Trust

The charity is affiliated to OneSchool Global UK (registered charity number 1181301) and the OneSchool Swansea Campus.

Registered Charity number

1096922

Principal address

Keystone Education Trust
Sway Road
Morrison
Swansea
SA6 6JA

Trustees

R M Nunn - Learning support and academic care team
N B Ker - Finance
D J Gardiner - Safeguarding and child protection
N Hill - Lead Campus Administrator
C Marsh - HR and recruitment
E Swanson - Community liaison, communications and marketing/events
R M Wells - H&S, premises, faculty and educational visits

The trustee holding title to the property belonging to the charity during the year was R M Nunn.

Independent examiner

Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

Solicitors

JCP Solicitors
Venture Court
Waterside Business Park
Valley Way
Enterprise Park
Swansea
SA6 8QP

Bankers

Lloyds Bank Plc
113 High Street
Gorseinon
Swansea
SA4 4BR

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31 December 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

Objects

The charitable objects of the Trust are the advancement of the education of children and young people. The objects also include any other charitable purpose for the benefit of the worldwide Christian fellowship known as the Plymouth Brethren Christian Church.

The Trust's main activities are the support of Brethren schools and the provision of grants to organisations that support children and families.

Ethos

Students attending Brethren schools are encouraged to develop their full potential and acquire the discipline of learning how to learn, while upholding Christian teachings and beliefs.

The truth and authority of the Holy Bible and strong family values underpin the commitment of the School to provide quality in every facet of education - curriculum, teachers, facilities, management and discipline - in a safe and caring environment.

Values

The Trustees are drawn from the Brethren community and the School is committed to a way of life that is governed by the Holy Bible, expecting the conduct of pupils and staff consistently to reflect Biblical values and the specific values of the School, which include:

- Integrity - uprightness, honesty and decorous conduct, governed by the Holy Bible;
- Care & Compassion - kindness, consideration and generosity to all;
- Respect - for all people, property, opinions and authority;
- Responsibility - for our actions, progress and environment;
- Commitment - to self-discipline and the pursuit of excellence.

Significant activities

In furtherance of its objects the Trust previously operated an independent school based in Morriston, Swansea (the 'School'), which educated pupils from ages 7 to 18.

The trustees had, for some time, been reviewing and considering the basis on which they operated the Trust and in undertaking such a review concluded that it was prudent to consolidate the Trust along with other Trusts so that they are operated by a single charitable Trust.

OneSchool Global UK was incorporated for this purpose and, whilst recognising the responsibilities of each relevant local community, it is considered that the advantages of such consolidation are considerable and that in particular it will allow:

- (a) Delivery of a single entity to provide a single employer of school staff;
- (b) Delivery of positive learning outcomes in line with a single, Global vision; and
- (c) Maximisation of the benefits of a UK-wide ecosystem.

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

OBJECTIVES AND ACTIVITIES

Significant activities - continued

The consolidation was undertaken on 31 December 2019 by means of the transfer of the operations of the Trust to OneSchool Global UK. The impact of the consolidation on the financial statements is a transfer of the non-property fixed assets to OneSchool Global UK which occurred on 31 December 2019. The Trust remained responsible for the collection of the current assets and settlement of the liabilities present as at 31 December 2019. The Trust's employees were transferred to OneSchool Global UK under a TUPE agreement as at 31 December 2019 and the operation of the School's activities were undertaken by OneSchool Global UK from 1 January 2020.

The revised activities of the Trust from 1 January 2020 are the provision of the property under a short term lease to OneSchool Global UK, so as to enable the ongoing operation of the School's activities at the Swansea campus. The Trust also supports the educational provision at the School by donating surplus reserves to OneSchool Global UK to be utilised at the Swansea campus.

The trustees have obtained agreement from the Charity Commission that the revised activities are within the scope of the Trust's charitable objects.

Objectives

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit and we have had regard to it when reviewing our aims and objectives, and in planning our future activities. In particular we consider how planned activities will contribute to the educational aims and objectives we have set.

Focus Learning Trust / OneSchool Global UK

Up until 31 May 2019, The Trust was affiliated to Focus Learning Trust (registered charity number 1099725), which provided educational, operational and financial support to the Trust and to a number of similar charities operating Schools linked with the Plymouth Brethren Christian Church.

From 1 June 2019 the Trust became affiliated to OneSchool Global UK (registered charity number 1181301), which provided educational, operational and financial support to the Trust and to a number of similar charities operating Schools linked with the Plymouth Brethren Christian Church. OneSchool Global UK's activities are the advancement of education and in particular, by the provision and conduct of schools for the education of boys and girls in accordance with the religious ethos of the Plymouth Brethren Christian Church and other associated activities for the benefit of the community.

As noted above the operation of the School's activities were transferred to OneSchool Global UK from 1 January 2020.

Volunteer contribution

Prior to the transfer of the School's activities to OneSchool Global UK from 1 January 2020, the School was run by volunteer executives, some of whom were parents of pupils.

Parent and other volunteers also provided support to the school in various ways, such as driving school buses and assisting with lunchtime supervision, school excursions, charity fundraising and other extra-curricular activities in which the school engaged.

Designated funds

The trustees have internally designated a separate fund, which aims to segregate the incoming and outgoing resources, assets and liabilities that relate to the School's land and buildings and fixtures and fittings.

KEYSTONE EDUCATION TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW

Financial position

The unrestricted deficit for the year was £6,203 which represents the income generated from the trading subsidiary and other donations less amounts donated to OneSchool Global UK. The amount received from the subsidiary during the year was £93,338 compared to £106,168 in 2019. Donations to OneSchool Global UK during the year were £105,068.

The designated capital reserve reported a deficit of £75,795. Designated fund results fluctuate depending upon the amount of capital grants received from OneSchool Global UK and the level of expenditure required to maintain the property. In the current year, the Trust received a grant of £49,750 which was unspent as at the balance sheet date. The designated fund expenditure during the year was mainly depreciation charges and this is the reason for the deficit. Deficits are likely to be reported in future years due to the depreciation charges, however it should be noted that these are not a cash deficits.

At the balance sheet date the unrestricted reserves are £362,486, and designated reserves are £233,243.

The reported debtors and creditors figures per the balance sheet include fund equalisation balances of £251,745, these amounts are accounting adjustments only which are required to balance the unrestricted and designated funds.

Principal funding sources

In the prior period the School was financed principally by school fees, grants from Focus Learning Trust/ OneSchool Global UK, and income from the Trust's trading subsidiary Magna Trading Limited.

As noted above the operation of the School's activities were transferred to OneSchool Global UK from 1 January 2020.

From 1 January 2020, the Trust's principal income source is the donations from the trading subsidiary Magna Trading Limited. The Trust also receives capital grants and service charge income from OneSchool Global UK.

Reserves policy

The charity's current policy is to maintain reserves sufficient to fund any projected capital projects and future building maintenance and costs and to meet all known liabilities as they fall due.

The total reserves at the period end of £595,729, with cash balances held of £127,018. This is sufficient to satisfy the reserves policy.

Going concern

The Trustees assess that the charity has adequate resources to continue in operational existence for the foreseeable future and adopt the going concern basis in preparing the financial statements.

FUTURE PLANS

We intend to continue to support OneSchool Global UK to provide/deliver a quality, consistent and high level of educational experience and outcome for all students and staff, in accordance with the Trust's ethos and values. The Trust will continue as a property holding Trust to provide suitable premises for the education of the students.

KEYSTONE EDUCATION TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Group structure

The group consists of the parent charity, Keystone Education Trust, and its wholly owned trading subsidiary, Magna Trading Limited.

Governing document

The Trust is an unincorporated association that is registered as a charity by the Charity Commission by a trust deed dated 30 December 2002. The subsidiary is a limited company, incorporated on 13 July 2007 in England and Wales.

Recruitment and appointment of new trustees

The Trust aims to maintain a Board of Trustees who have sufficient skills to ensure the effective running of the charity and are not remunerated. Where additional or replacement trustees are identified as needed, the existing Board will identify potential candidates from within the Brethren community and invite these candidates to apply to the Board.

Organisational structure

The trustees are each assigned individual areas of responsibility for which they are accountable to the Board of Trustees. The trustees delegate decisions on trading and fundraising to the management personnel of the subsidiary.

Induction and training of trustees

New trustees are inducted and trained by including the candidate in Trust meetings and by shadowing other trustee/s for them to learn the role and responsibilities. Additionally, new trustees are provided with literature from the Charity Commission as to their responsibilities. Trustees are encouraged to attend appropriate training seminars, which are circulated from time to time.

Key management remuneration

Key management personnel are considered to be those personnel who are not trustees but sit within key operational and strategic roles. Remuneration of key management personnel is set broadly in line with current state pay scales.

Related parties

Details of related party transactions are shown in the notes to the financial statements.

Risk management

In compliance with the Charities SORP, the major risks to which the Charity is exposed, as identified by trustees, have been reviewed and systems have been established to manage those risks, including reviews at board meetings.

The consolidation into OSG (UK) means that Keystone Education Trust has essentially become a property trust receiving a service charge from OSG (UK).

Property and compliance risk management is considered on a regular basis.

Approved by order of the board of trustees on 26/10/2021 and signed on its behalf by:

.....
N B Ker - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
KEYSTONE EDUCATION TRUST**

Independent examiner's report to the trustees of Keystone Education Trust

I report to the charity trustees on my examination of the accounts of Keystone Education Trust (the Trust) for the year ended 31 December 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.

Rachel Doyle ACA FCCA
for and on behalf of Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

Date: 26/10/21.....

KEYSTONE EDUCATION TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds £	Designated funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	3,163	49,749	52,912	432,154
Other trading activities	3	-	-	-	93,801
Investment income	4	<u>98,338</u>	<u>39</u>	<u>98,377</u>	<u>106,222</u>
Total		101,501	49,788	151,289	632,177
EXPENDITURE ON					
Raising funds	5	-	-	-	12,452
Charitable activities					
School	6	<u>107,704</u>	<u>125,583</u>	<u>233,287</u>	<u>755,117</u>
Total		<u>107,704</u>	<u>125,583</u>	<u>233,287</u>	<u>767,569</u>
NET INCOME/(EXPENDITURE)		(6,203)	(75,795)	(81,998)	(135,392)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>368,689</u>	<u>309,038</u>	<u>677,727</u>	<u>813,119</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>362,486</u></u>	<u><u>233,243</u></u>	<u><u>595,729</u></u>	<u><u>677,727</u></u>

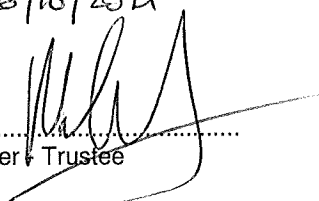
The notes form part of these financial statements

KEYSTONE EDUCATION TRUST

**BALANCE SHEET
31 DECEMBER 2020**

	Notes	Unrestricted funds £	Designated funds £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	12	-	562,971	562,971	681,103
Investments	13	<u>3</u>	<u>-</u>	<u>3</u>	<u>3</u>
		3	562,971	562,974	681,106
CURRENT ASSETS					
Debtors	14	360,543	-	360,543	426,754
Cash at bank and in hand		<u>5,000</u>	<u>122,018</u>	<u>127,018</u>	<u>105,394</u>
		365,543	122,018	487,561	532,148
CREDITORS					
Amounts falling due within one year	15	<u>(3,060)</u>	<u>(251,746)</u>	<u>(254,806)</u>	<u>(335,527)</u>
NET CURRENT ASSETS		<u>362,483</u>	<u>(129,728)</u>	<u>232,755</u>	<u>196,621</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		362,486	433,243	795,729	877,727
CREDITORS					
Amounts falling due after more than one year	16	-	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>
NET ASSETS		<u>362,486</u>	<u>233,243</u>	<u>595,729</u>	<u>677,727</u>
FUNDS					
Unrestricted funds	18			362,486	368,689
Designated funds				<u>233,243</u>	<u>309,038</u>
TOTAL FUNDS				<u>595,729</u>	<u>677,727</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 26/10/2021 and were signed on its behalf by:


.....
N B Ker Trustee

The notes form part of these financial statements

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 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.

The financial statements are presented in Sterling (£).

Going concern

The trustees are confident that future incoming resources will be sufficient to cover the operational costs of the charity. There are no material uncertainties about the charity's ability to continue as a going concern.

The trustees have considered any potential risks to going concern in relation to the coronavirus pandemic. The Trust's activities as a property holding trust have not been significantly affected by the pandemic. The School operations, as undertaken by OneSchool Global UK, have been carried out remotely throughout the pandemic related lockdowns.

The trustees therefore have a reasonable expectation that the charity will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements.

Critical accounting judgements and key sources of estimation uncertainty

The trustees make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year are addressed below:

(i) Impairment reviews

The trustees carry out annual reviews of fixed assets to assess whether there are any indications of impairment. Where indications of impairment exist, the trustees consider the recoverable amount of the relevant asset, based upon either value in use or net realisable value, depending upon the function of the asset in question. Impairment provisions are recognised in the statement of financial activities, within the relevant cost category to which the asset relates.

(ii) Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives of the assets. The useful economic lives are reassessed annually and are amended when necessary to reflect current estimates of economic utilisation and physical condition of the assets.

1. ACCOUNTING POLICIES - continued

Income recognition

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. Gift Aid reclaims are recognised in the same period that the gift or donation was made, subject to the overriding income recognition policy. Donated goods and facilities are only recognised as incoming resources when the benefit to the charity can be reasonably quantified or measured and is considered material to the charity.

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.

Charitable activities

Expenditure classified as charitable activities expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support the activities.

Governance and support costs

Support costs are those functions that assist the work of the charity but do not directly relate to charitable activities. Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to independent examination and legal fees, together with an apportionment of overhead and support costs.

Tangible fixed assets

Tangible fixed assets costing more than £200 are capitalised at purchase cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Over 25 years
Freehold property improvements	- Over 7 years

Impairment reviews are carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable through use (for assets in use by the charity) or through sale (for surplus assets).

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of expenditure for which it was incurred.

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES - continued

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.

Designated funds relate to funds set aside for fixed assets. The trustees consider that designated funds should be clearly differentiated from other unrestricted funds on the face of the Statement of Financial Activities and Balance Sheet, in order for the accounts to show a true and fair view.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charity operated a defined contribution pension scheme. Contributions payable to the charity's pension scheme were charged to the Statement of Financial Activities in the period to which they related.

Investments

Fixed asset investments are valued at the lower of cost and net realisable value.

Financial Instruments

The charity has mainly financial assets and 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. Long term loans are stated at fair value.

Volunteers

The value of services provided by volunteers is not incorporated into the financial statements, as it cannot be readily quantified.

2. DONATIONS AND LEGACIES

	2020	2019
	£	£
Donations	2,790	5,188
Gift aid	-	3,416
Grants	49,750	418,972
School uniforms	-	3,587
Other income	<u>372</u>	<u>991</u>
	<u>52,912</u>	<u>469,126</u>

3. OTHER TRADING ACTIVITIES

	2020	2019
	£	£
School fees	<u>-</u>	<u>93,801</u>

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

4. INVESTMENT INCOME

	2020 £	2019 £
Service charges	5,000	-
Donations from subsidiary undertaking	93,338	106,168
Deposit account interest	<u>39</u>	<u>54</u>
	<u>98,377</u>	<u>106,222</u>

5. RAISING FUNDS

	2020 £	2019 £
Events and fundraising costs	<u>-</u>	<u>12,452</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support & governance costs £	Totals £
School	<u>105,068</u>	<u>2,636</u>	<u>107,704</u>
		2020 £	2019 £
Salaries, NI & Pension		-	439,096
Donations to OneSchool Global UK		105,068	-
Computer costs		-	1,434
Excursions		-	371
Telephone		-	2,283
Learning resources		-	10,820
Exam fees		-	7,888
Faculty expenses		-	4,826
Staff training		-	7,249
Uniform costs		-	2,086
Motor and travel		-	23,232
Postage and stationary		-	3,236
Donated assets		-	38,900
		<u>105,068</u>	<u>541,421</u>
Total		105,068	541,421
Support costs		136	209,376
Governance costs		<u>2,500</u>	<u>4,320</u>
		<u>107,704</u>	<u>755,117</u>

KEYSTONE EDUCATION TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. SUPPORT COSTS

	Property costs £	Finance £	Governance costs £	2020 £
School	-	136	2,500	2,636
	<u>-</u>	<u>136</u>	<u>2,500</u>	<u>2,636</u>
	Property costs £	Finance £	Governance costs £	2019 £
School	199,783	9,593	4,320	213,666
	<u>199,783</u>	<u>9,593</u>	<u>4,320</u>	<u>213,666</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

Trustees' remuneration

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

9. STAFF COSTS

	2020 £	2019 £
Wages and salaries	-	371,559
Social security	-	26,885
Pensions	-	40,652
	<u>-</u>	<u>439,096</u>

The average monthly number of employees during the year was as follows:

	2020	2019
Management staff	-	1
Administrative staff	-	2
Teaching staff	-	10
	<u>-</u>	<u>13</u>

No employees received emoluments in excess of £60,000.

The pension scheme contributions are defined contributions payable by the charity to funds, the assets of which are held separately from those of the company. The amount owed to the pension scheme at the year end was £nil (2019: £nil).

Key management personnel

Key management personnel are considered to be those personnel who are not trustees but sit within key operational and strategic roles. The total costs relating to key management personnel were £nil (2019: £48,286).

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Continuing Operations		Discontinued operations		Total funds 2019 £
	Unrestricted funds £	Designated funds £	Unrestricted funds £	Designated funds £	
INCOME AND ENDOWMENTS FROM					
Donations and legacies	-	36,251	395,903	-	432,154
Other trading activities	-	-	93,801	-	93,801
Investment income	106,168	54	-	-	106,222
Total	106,168	36,305	489,704	-	632,177
EXPENDITURE ON					
Raising funds	-	-	12,452	-	12,452
Charitable activities					
School	-	123,530	580,953	50,634	755,117
Total	-	123,530	593,405	50,634	767,569
NET INCOME/ EXPENDITURE	106,168	(87,225)	(103,701)	(50,634)	(135,392)
Transfer between funds	-	-	752	(752)	-
Net movement in funds	106,168	(87,225)	(102,949)	(51,386)	(135,392)
RECONCILIATION OF FUNDS					
Total funds brought forward	262,521	396,263	102,949	51,386	813,119
TOTAL FUNDS CARRIED FORWARD	368,689	309,038	-	-	677,727

KEYSTONE EDUCATION TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020****11. GOVERNANCE COSTS**

	2020 £	2019 £
Independent examiner's fee	<u>2,500</u>	<u>6,320</u>

12. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2020 and 31 December 2020	<u>1,098,360</u>
DEPRECIATION	
At 1 January 2020	417,257
Charge for year	<u>118,132</u>
At 31 December 2020	<u>535,389</u>
NET BOOK VALUE	
At 31 December 2020	<u>562,971</u>
At 31 December 2019	<u>681,103</u>

13. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 1 January 2020 and 31 December 2020	<u>3</u>
NET BOOK VALUE	
At 31 December 2020	<u>3</u>
At 31 December 2019	<u>3</u>

There were no investment assets outside the UK.

The balance represents the charity's holding in its trading subsidiary, Magna Trading Limited, whose registered office is Unit 2, Viaduct Road, Gwaelod-Y-Garth, Taffs Well, Cardiff, CF15 9JN.

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

13. FIXED ASSET INVESTMENTS

Subsidiaries

Magna Trading Limited (registered company number: 06311529)

Nature of business: Retailer of household goods

Class of shares:	% holding	2020	2019
Ordinary	100.00	£	£
Aggregate capital and reserves		39,218	42,424
Profit for the year		63,971	91,818
Turnover for the year		606,468	504,037
Expenditure for the year		<u>542,497</u>	<u>412,219</u>

The subsidiary's trading activities are carried out in order to generate income for the charity. Annual profits are donated in full to the charity each year, under a Deed of Covenant.

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	-	59,170
Amounts due from subsidiary undertaking	105,382	122,980
Other debtors	3,416	3,416
Fund equalisation	251,745	239,272
Prepayments	-	1,916
	<u>360,543</u>	<u>426,754</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade creditors	-	7,277
Taxation and social security	-	8,552
Fund equalisation	251,745	239,272
Other creditors	<u>3,061</u>	<u>80,426</u>
	<u>254,806</u>	<u>335,527</u>

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Loans	<u>200,000</u>	<u>200,000</u>

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

17. LOANS

An analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due between two and five years: Other loans	<u>200,000</u>	<u>200,000</u>

Loans due after one year are secured on the freehold property. The loan is subject to interest at 3.5% above the base rate per annum and there are no fixed repayment terms.

18. MOVEMENT IN FUNDS

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
Unrestricted fund	368,689	(6,203)	362,486
Designated funds			
Capital assets fund	309,038	(75,795)	233,243
TOTAL FUNDS	<u>677,727</u>	<u>(81,998)</u>	<u>595,729</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	101,501	(107,704)	(6,203)
Designated funds			
Capital assets fund	49,788	(125,583)	(75,795)
TOTAL FUNDS	<u>151,289</u>	<u>(233,287)</u>	<u>(81,998)</u>

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

18. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	Transfers between funds £	At 31/12/19 £
Unrestricted funds				
Unrestricted fund	365,470	2,467	752	368,689
Designated funds				
Capital assets fund	446,897	(137,859)	-	309,038
Computer fund	<u>752</u>	<u>-</u>	<u>(752)</u>	<u>-</u>
	<u>447,649</u>	<u>(137,859)</u>	<u>(752)</u>	<u>309,038</u>
TOTAL FUNDS	<u>813,119</u>	<u>(135,392)</u>	<u>-</u>	<u>677,727</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	595,872	(593,405)	2,467
Designated funds			
Capital assets fund	<u>36,305</u>	<u>(174,164)</u>	<u>(137,859)</u>
TOTAL FUNDS	<u>632,177</u>	<u>(767,569)</u>	<u>(135,392)</u>

KEYSTONE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/19 £	Net movement in funds £	Transfers between funds £	At 31/12/20 £
Unrestricted funds				
Unrestricted fund	365,470	(3,736)	752	362,486
Designated funds				
Capital assets fund	446,897	(213,654)	-	233,243
Computer fund	<u>752</u>	<u>-</u>	<u>(752)</u>	<u>-</u>
	<u>447,649</u>	<u>(213,654)</u>	<u>(752)</u>	<u>233,243</u>
TOTAL FUNDS	<u>813,119</u>	<u>(217,390)</u>	<u>-</u>	<u>595,729</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	697,373	(701,109)	(3,736)
Designated funds			
Capital assets fund	<u>86,093</u>	<u>(299,747)</u>	<u>(213,654)</u>
TOTAL FUNDS	<u>783,466</u>	<u>(1,000,856)</u>	<u>(217,390)</u>

The unrestricted funds above are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charitable company.

The designated funds above are held for the following purposes:

Capital assets fund

The capital assets fund relates to the charity's property asset.

Computer fund

The computer fund relates to a fund raising event to purchase new computers in the 2017 period. The assets were disposed of in the period and the residual balance on the fund has been transferred to the unrestricted fund.

19. RELATED PARTY DISCLOSURES

Transactions with subsidiary company

The charity's subsidiary company, Magna Trading Limited, donated its profit via a deed of covenant to the charity. The donation amounted to £93,338 (2019: 106,168) in the period. The charity also purchased transport services amounting to £nil (2019: £6,369) in the period from the subsidiary.

At the balance sheet date, Magna Trading Limited owed the charity £105,382 (2019: £122,980), which is repayable within one year.

Transactions with trustees and trustees' businesses

The charity received income with no conditions attached from trustees and business in which the trustees are involved amounting to £2,576 (2019: £3,602).

The charity purchased fixed assets costing £nil (2019: £39,605) from OEG Interiors, a business in which N Ker, trustee, holds an interest.

The charity purchased sports equipment costing £nil (2019: £944) from Evolve Corporate Ltd, a business in which R M Wells, a trustee, holds an interest.

The trustees have also provided joint personal guarantees in respect of the interest on the loan of £200,000, which is due after 1 year.

The Trustee, R M Nunn, holds title to the charity's property in trust for the charity.