

The Warburg Charitable Trust

(A company limited by guarantee)

The Trustees' Report and Financial Statements For the year ended 31 October 2021

**Company no.
03645747 (England & Wales)**

Charity no. 1110097

Financial Statements for Year Ended 31 October 2021

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The Trustees Report-Statutory Information

Charity Name: The Warburg Charitable Trust

Charity no: 1110097

Company no: 03645747

Principal & Registered

Office: The Warburg Institute, London, WC1H 0AB

Directors and Trustees:

C.A.	Rossbach
M.L.	Mahlke
E.K.	Welch
N.	Warburg
W.H.	Sherman
R.W.	Rylance
D.	Peltz
L.D.G	Grossman
B.G.E	Finucane
S. G.	Roden

Company Secretary/Treasurer: Madisson Brown

Independent Examiner: Stuart Edwards & Co
Chartered Accountants
124 City Road
LONDON
EC1V 2NX

Bankers: National Westminster Bank

The Trustees' Report for the period from 1 November 2020 to 31 October 2021

The Trustees of The Warburg Charitable Trust, "the Trust" are pleased to present their Annual Report and Financial Statement for the year ended 31 October 2021.

The Trustees, who are also directors under company law, confirm that the financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice - Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102

Structure, Governance and Management

Governance and Management

The Trust is a charitable company limited by guarantee, incorporated on 7 October 1998 and registered as a charity on 20 June 2005.

The company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under those Articles.

The members of the Board of Trustees are elected for three years at the Annual General Meeting (AGM).

Objectives and Principle Activities

The charity's purposes, as set out in the objects contained in the company's Memorandum of Association, are the advancement of education in the history of the classical tradition of the arts and sciences, in particular but not by way of limitation by supporting the activities of the Warburg institute, by such exclusively charitable means as the trustees shall from time to time determine.

We review our aims, objectives and activities at trustee meetings. The review looks at achievements and plans future outcomes. We produce reports on key achievements and the benefit that they have brought to those groups of people that we are set up to help. The review also helps us to ensure that our aims, objectives and activities remain focused on our stated purposes.

Public Benefit

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

Recruitment and appointment of the Trustees

The directors of the company are also charity trustees for the purposes of charity law, and under the company's Articles. All members of the Management Committee give their time voluntarily and receive no benefit from the charity. Any expenses reimbursed to trustees by the charity are set out in a note to the accounts.

Organisational Structure

The Warburg Charitable Trust has a Committee of up to 9 members (retrospectively amended to 10 trustees at the AGM in June 2022), who meet when required during the year and are responsible for the strategic direction and policy of the charity.

Risk Management

The trustees actively review the major risks facing the charity on a regular basis. They have established systems and procedures to mitigate those risks identified and implemented procedures designed to minimise any potential impact on the charity should those risks materialise.

The trustees review the organisation's financial situation and the resources available to the organisation.

Procedures are in place to ensure the health and safety of staff and visitors to the organisation.

Financial Review

Investment Policy

The policy of the Management Committee is to place surplus funds into an interest bearing account whilst maintaining sufficient funds in a current bank account to cover immediate liabilities.

Reserves Policy

The Trustees has considered its reserves policy in light of the main risks to the organisation. The committee recognises that the organisation needs to have sufficient reserves to allow it to cover known liabilities and contingencies, absorb setbacks and take advantage of change and opportunity.

Small Company Exemptions

This report has been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 applicable to companies subject to the small companies' regime and with the Charities Statement of Recommended Practice (FRS102).

Approval

This report was approved by the trustees on 25/07/2022 and signed on their behalf by:



.....

Professor Bill Sherman, Director and Trustee

FINANCIAL STATEMENTS REPORT

The Warburg Charitable Trust had an active and successful year. Having transformed the number and nature of its trustees in the previous year, the group has made major strides in raising both the profile of the Warburg Institute and the funds needed for the 'Warburg Renaissance' capital project.

Despite the ongoing challenges introduced by both the Covid-19 pandemic and Brexit, the year saw a number of major initiatives that improved the visibility and sustainability of the Warburg Institute. One major activity funded by the trust saw the creation of the full virtual tours of two international exhibitions: *Aby Warburg: Bilderatlas Mnemosyne* and *Between Cosmos and Pathos: Berlin Works from Aby Warburg's Mnemosyne Atlas*. The virtual tours enabled visitors to explore the content of both exhibitions online and consists of over 100 viewpoints created from over 1000 high-res photographs, alongside audio and video commentaries with directors, curators and experts.

More broadly, we continued to increase the profile of the Warburg Institute by supporting and sponsoring the Communications campaign carried out by Four Communications.

Most importantly, the Trust coordinated the ongoing fundraising efforts toward the 'Warburg Renaissance,' attracting several major donations taking us close to the £5m target for that project.

Finally, in the year ended 31 October 2021, the Trust awarded £61,308 in student bursaries.

We are grateful to our many friends, alumni and donors for their support and hope for a healthy and successful year ahead.

Christopher Rossbach, Chair

INDEPENDENT EXAMINER'S REPORT

I report on the accounts of the company for the year ended 31st October 2021 which are set out on pages 7 to 12.

Responsibilities and basis of report.

As the charity trustees of the company (who are also the directors of the company for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.



Stuart Edwards

**Member of Institute of
Chartered Accountants
(England & Wales)**

**124 City Road
LONDON
EC1V 2NX**

28th July 2022 Date

**Statement of Financial Activities
& Income and Expenditure Account
For the Year Ended 31st October 2021**

	Notes	<u>Restricted</u> <u>Funds</u>	<u>Unrestricted</u> <u>Funds</u>	<u>Total</u> <u>Funds</u>	<u>2020</u> <u>Restricted</u> <u>Funds</u>	<u>2020</u> <u>Unrestricted</u> <u>Funds</u>	<u>2020</u> <u>Total</u> <u>Funds</u>
		£	£	£	£	£	£
Income and endowments from:							
Charitable Activities	3	55,000	160	55,160	58,004	160	58,164
Investments			-	-		14	14
TOTAL INCOME	3	55,000	160	55,160	58,004	174	58,178
		£	£	£	£	£	£
Expenditure on :							
Raising Funds			10,710	10,710	-	4,980	4,980
Charitable Activities	4	24,005	21,017	45,022	49,884	10,619	60,503
TOTAL EXPENDITURE	4	24,005	31,727	55,732	49,884	15,599	65,483
Net Income/Expenditure for the year/ Net Movement in funds	10	30,995	(31,567)	(572)	8,120	(15,425)	(7,305)
Total Fund balances brought forward	10	87,474	65,690	153,164	79,354	81,115	160,469
Total Fund balances carried forward	10	118,469	34,123	152,592	87,474	65,690	153,164

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements of an income and expenditure account under the Companies Act 2006.

Balance Sheet
As at 31st October 2021

	<u>Notes</u>	<u>2021</u>	<u>2020</u>
		£	£
FIXED ASSETS			
Tangible assets		-	-
CURRENT ASSETS			
Debtors	8	37,303	-
Cash at bank & in hand		115,789	153,664
		<u>153,092</u>	<u>153,664</u>
LIABILITIES			
Creditors : Amounts falling due within one year	9	500	500
		<u>500</u>	<u>500</u>
NET CURRENT ASSETS		<u>152,592</u>	<u>153,164</u>
NET ASSETS		<u>152,592</u>	<u>153,164</u>
		£	£
FUNDS OF THE CHARITY			
Unrestricted Funds	10	34,123	65,690
Restricted Funds	10	118,469	87,474
TOTAL CHARITY FUNDS	10	<u>152,592</u>	<u>153,164</u>

The company was entitled to exemption from audit under section 477 of the Companies Act 2006, relating to small companies, and no members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparation of accounts.

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime.

The accounts were approved by the trustees on:

29/07/2022 Date



Director (Professor Bill Sherman)

The notes on pages 9 to 12 form part of these financial statements.

Company Registration Number: 03645747

Charity Registration Number: 1110097

**Notes Forming Part of the Financial Statements
For the Year Ended 31st October 2021**

1. Accounting Policies

- a)** The accounts are prepared in accordance with the charity's memorandum and articles of association, 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), and the Companies Act 2006. The charity is a Public Benefit Entity as defined by FRS102.

The accounts are prepared in sterling, which is the functional currency of the charity. The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

b) Incoming Resources

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

Donations are recognised on receipt.

c) Resources expended

The expenses classified as 'Charitable Activities' are those directly attributable to the general objects of the charity. 'Raising funds' are those expenses incurred in seeking funding for the charity. 'Governance costs' comprise all costs incurred in governing the charity.

d) Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Fixed assets with a useful life greater than one year and a purchase price exceeding £500 are capitalised, and depreciated over its expected useful life, usually 4 years.

e) Charitable funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund together with any other costs agreed by the donor.

**Notes Forming Part of the Financial Statements
For the Year Ended 31st October 2020**

1. Accounting Policies (Continued)

f) Resources Expended:

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity.

Costs relating to a particular activity are allocated directly. Other costs are allocated on an appropriate basis such as staff time or estimated usage.

g) Cash and cash equivalents

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

h) Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. Critical Accounting Estimates and Judgements

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

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

Note				2020	2020	2020
	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	Restricted	Unrestricted	Total
	<u>Funds</u>	<u>Funds</u>		Funds	Funds	
	£	£	£	£	£	£
3	Voluntary Income					
	Donations & Grants					
	Library Collection Development –Valerie Mainz	10,000	10,000	20,000		20,000
	Studentships – Peltz Trust	20,000	20,000	35,000		35,000
	Studentships – Stuart Roden Trust	25,000	25,000			
	Publications	-	-	3,004		3,400
	Sundry Donation		160		160	160
	55,000	160	55,160	58,004	160	58,164
4	Expenditure					
	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	2020	2020	2020
	<u>Funds</u>	<u>Funds</u>		Restricted	Unrestricted	Total
	£	£	£	Funds	Funds	
				£	£	£
	Raising Funds:					
	Fundraising Expenditure	10,710	10,710		4980	4,980
	Publication Support	-	-	3,004	753	3,757
	Charity Activities:					
	Studentships	24,005	24,005	46,880		46,880
	Other expenditure					
	Independent Examiners Fee	500	500		9,366	9,366
	24,005	31,727	55,732	49,884	15,599	65,483

No directors/trustees or any person connected with them received remuneration in the year in respect of their services as directors/trustees. (2020 £Nil)

No expenses (2020 £Nil) were reimbursed to any (2020 Nil) director/trustee

During the year, no directors/trustees, or any person connected to them or related to the charity had any personal interest in any contract or transaction. (2020 None)

There were no other related party transactions during the year.

The charitable company is exempt from corporation tax on its' charitable activities.

**Notes Forming Part of the Financial
Statements For the Year Ended
31st October 2021**

7. Financial Instruments	2021	2020
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	<u>37,303</u>	<u>-</u>
Carrying amount of financial liabilities		
Measured at amortised cost	<u>500</u>	<u>500</u>
8. DEBTORS		
	£	£
Prepayments & Accrued Income	-	-
Grants Receivable	<u>37,303</u>	<u>-</u>
	<u>37,303</u>	<u>-</u>
9. CREDITORS :Amounts falling due		
within one year	£	£
Sundry Creditors & Accruals	<u>500</u>	<u>500</u>
	<u>500</u>	<u>500</u>

10. RESTRICTED FUNDS	1st Nov. 2020	Income	Expenses	31st Oct. 2021
	£	£	£	£
Restricted Funds:				
American Friends of the Warburg Institute	3,205	-	(3,205)	-
The Prism Charity – Peltz Trust	20,800	20,000	(20,800)	20,000
The Prism Charity – Stuart Roden Trust	-	25,000	-	25,000
Valerie Mainz	20,000	10,000	-	30,000
Marina Bucher-Peltzer	43,469	-	-	43,469
Total Restricted Funds	87,474	55,000	(24,005)	118,469
Unrestricted Funds:				
	-	-	-	-
General Funds	65,690	160	(31,727)	34,123
Total Funds	153,164	55,160	(55,732)	152,592

Notes on Restricted Funds:

The purpose of the American Friends fund is the award of tuition fee bursaries to American MPhil/PhD students.

The purpose of the Peltz Studentships is to award tuition fee bursaries, up to the Home Fee level, for four home/EU students enrolled on the Institute's MA Programmes.

The purpose of the Roden Studentship fund is to award tuition fee bursaries, up to the Home Fee level, for four home/EU students enrolled on the Institute's MA Programmes.

The purpose of the Marina Bucher-Peltzer is support a short-term junior research fellowship based at the Warburg Institute in memory of Ernst Gombrich, preferably in the field of eastern culture but this should not be a prerequisite.