

**THE CLIFTON COLLEGE ENDOWMENT FUND**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

# **THE CLIFTON COLLEGE ENDOWMENT FUND**

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## THE CLIFTON COLLEGE ENDOWMENT FUND

### REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2020

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<b>Managing Trustees</b>	Mark Eldridge, President Alistair Cole, Chairman Matt Howard Cairns, Vice President Kate Holland-Smith, Vice President Myles Watkins, Treasurer Jo Greenbury, Secretary John Davies Seb Hoyle James Isaacs Charles Newington Bridges Brioney Denner Tamsin Robertson Jeremy Walters Lucinda Farmer
<b>Charity registered number</b>	1113320
<b>Principal office</b>	Old Cliftonian Society 32 College Road Clifton Bristol BS8 3JH
<b>Independent auditors</b>	Bishop Fleming LLP Chartered Accountants Statutory Auditors 10 Temple Back Bristol BS1 6FL
<b>Bankers</b>	National Westminster Bank plc PO Box 220 44 Caledonia Place Bristol BS99 5AJ
<b>Investment Managers</b>	Smith & Williamson Investment Management LLP Portwall Place Portwall Lane Bristol BS1 6NA

# **THE CLIFTON COLLEGE ENDOWMENT FUND**

## **TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2020**

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The Trustees present their annual report together with the audited financial statements of the Charity for the year 1 January 2020 to 31 December 2020.

The Trustees confirm that the financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Charity's governing document, the Charities Act 2011 and 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 published on 16 July 2014.

### **OBJECTIVES AND ACTIVITIES**

#### **a. POLICIES AND OBJECTIVES**

The policy of the Trustees is to make payments under three headings:

##### **1. Scholarships**

The Hancorn, Shenstone, Smith and Davie Scholarships are made during the year in accordance with their associated criteria.

##### **2. Educational Grant and bursaries**

a) The Taylor, Jones and Colquhoun Awards are made during the year in accordance with their associated criteria.

b) Assistance to parents of pupils having difficulty in paying their school fees at the discretion of the sub-committee appointed for the purpose by the Executive Committee.

c) Assistance to parents, by way of bursary support, of pupils whose principal residence prior to application was in Wales, through the David Jones Fund.

##### **3. Other Grant for School Objects**

a) The Croucher and OC Lodge Awards are made during the year in accordance with their associated criteria.

b) Other grants are made as a result of specific requests to the Executive Committee of the Old Cliftonian Society at their discretion.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

### **ACHIEVEMENTS AND PERFORMANCE**

#### **a. OVERVIEW**

The Trustees made educational grants of £126,709 during the year. The policy of drawing down the Unapplied Total Return ("UTR") Fund granted under the Charity Commission's Total Return Order granted in 2010 continued. A total of £96,218 UTR was drawn down in the year. The trust continued to receive generous gifts from a variety of benefactors and now holds a total of £2,224,705 restricted funds and £3,048,245 of endowed capital funds.

## **THE CLIFTON COLLEGE ENDOWMENT FUND**

### **TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

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#### **ACHIEVEMENTS AND PERFORMANCE (CONTINUED)**

##### **b. INVESTMENT POLICY AND PERFORMANCE**

The Trustees' objective is for capital growth, subject to a 'medium' level of risk and benchmarked against the WMA Stock Market Growth Index and net of fees and inflation. The Trustees have adopted a total return approach and aim to distribute approximately 1.2% of the value of the fund three times a year.

#### **FINANCIAL REVIEW**

##### **a. REVIEW OF FINANCIAL POSITION**

The charity saw a reduction in income in 2020 as a result of the impact of the COVID19 pandemic. However net gains on investments saw the charity continue to generate an increase in funds in the year. There was a net movement in funds of £349,228 (2019 - £909,890) which resulted in an increase in total funds held by the charity to £5,412,890 (2019 - £5,063,662). These funds are primarily comprised of fixed asset investments, £5,176,286 (2019 - £4,897,331). These funds are invested by the charity to generate positive returns, which along with generous donations from a range of benefactors, allow the charity to make educational grants.

##### **b. 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, they continue 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.

##### **c. RESERVES POLICY**

It is the policy of the Charity to maintain sufficient reserves to cover one years' worth of scholarships (approximately £100,000). At the year end the Charity held cash of £231,195. It is also the policy of the Charity to maintain unrestricted funds, which are the free reserves of the Charity. This provides sufficient funds to cover management, administration and support costs and to respond to emergency applications for grants which arise from time to time. At the year end the unrestricted funds were £139,940. Income has exceeded expenditure in the last few years, partly due to benefactors donating to build up sustainable capital funds to support scholarships and awards for years to come. The Trustees will continue to monitor total reserves to ensure that they remain at a sufficient level

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **a. CONSTITUTION**

The Charity is governed by a trust deed dated 29 October 1921. The managing trustees of the Fund are:

Mark Eldridge, President  
Alistair Cole, Chairman  
Matt Howard Cairns, Vice President  
Kate Holland-Smith, Vice President  
Myles Watkins, Treasurer  
Jo Greenbury, Secretary  
John Davies  
Seb Hoyle  
James Isaacs  
Charles Newington Bridges  
Brioney Denner  
Tamsin Robertson  
Jeremy Walters  
Lucinda Farmer

## **THE CLIFTON COLLEGE ENDOWMENT FUND**

### **TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

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#### **STRUCTURE, GOVERNANCE AND MANAGEMENT (CONTINUED)**

The custodian trustee of the Fund is O.C. (Clifton College) Nominees Limited. The present directors, who were appointed by the Executive Committee, are Nick Tolchard, Matthew Howard-Cairns, Alistair Cole and Jo Greenbury.

The Trust Deed gives power to lend money under any terms to Clifton College but otherwise only to make investments authorised by the Trustee Investment Act current at the time.

The Charity Commission, under an order dated 10 April 1995, gave the trustees permission to delegate to an investment manager power at his discretion to buy and sell investments in accordance with the investment policy laid down by the trustees. The trustees may also make arrangements for the investments of the Charity or income from those investments to be held by a corporate body as the trustees' nominee. Smith & Williamson has been appointed to carry out the above functions subject to periodic review.

Under a further order dated 7 July 2010 the Charity Commission gave the trustees permission to account on a Total Return basis and, as they see fit and whilst preserving the pre-existing capital, to distribute monies from the Unapplied Total Return ("UTR") Fund. The trustees' current policy is to distribute 3.6% of the fund value each year with a further 1% available if market conditions allow, consistent with there being UTR funds so available.

The trustees are required by the deed of trust to apply the resources of the fund for such legally charitable purposes for the benefit of, or in connection with, Clifton College.

#### **b. METHODS OF APPOINTMENT OR ELECTION OF TRUSTEES**

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed. Trustees and Committee members are selected based on their ability to assist the objects and running of the charity. Trustee induction is via meetings with the Chairman and other trustees, and training is provided if and when considered appropriate.

#### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The Trustees are responsible for preparing the Trustees' 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 & 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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 Trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## THE CLIFTON COLLEGE ENDOWMENT FUND

### TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

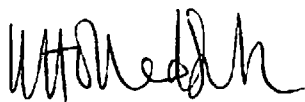
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#### DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Approved by order of the members of the board of Trustees and signed on their behalf by:



**Kate Holland-Smith**  
(Chair of Trustees)

Date:

23/3/2022

## **THE CLIFTON COLLEGE ENDOWMENT FUND**

### **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CLIFTON COLLEGE ENDOWMENT FUND**

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#### **OPINION**

We have audited the financial statements of The Clifton College Endowment Fund (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020, 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 Charities Act 2011

#### **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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion..

#### **CONCLUSIONS RELATING TO GOING CONCERN**

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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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 other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

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



## **THE CLIFTON COLLEGE ENDOWMENT FUND**

### **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CLIFTON COLLEGE ENDOWMENT FUND (CONTINUED)**

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#### **RESPONSIBILITIES OF TRUSTEES**

As explained more fully in the trustees' responsibilities statement, 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.

#### **AUDITORS' RESPONSIBILITY FOR AUDIT OF THE FINANCIAL STATEMENTS**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the sector, control environment and the Charity's performance;
- results of our enquiries of management and the Trustee board, including the committees charged with governance over the Charity's finance and control, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries. We identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Charities Act 2011 and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included safeguarding regulations, data protection regulations, occupational health and safety regulations, education and inspections legislation, building legislation and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;

## THE CLIFTON COLLEGE ENDOWMENT FUND

### INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CLIFTON COLLEGE ENDOWMENT FUND (CONTINUED)

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- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of its regulators;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report.

#### USE OF OUR REPORT

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



**Bishop Fleming LLP**  
Chartered Accountants  
Statutory Auditors  
10 Temple Back  
Bristol  
BS1 6FL

Date: 24 March 2022

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

# THE CLIFTON COLLEGE ENDOWMENT FUND

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted funds 2020 £	Restricted funds 2020 £	Endowment funds 2020 £	Total funds 2020 £	Total funds 2019 £
<b>Income and endowments from:</b>						
Donations and legacies	2	30,357	39,146	20,000	89,503	195,584
Investments		5	33,215	52,929	86,149	119,542
<b>Total Income and endowments</b>		<b>30,362</b>	<b>72,361</b>	<b>72,929</b>	<b>175,652</b>	<b>315,126</b>
<b>Expenditure on:</b>						
Investment Management Fees		-	12,481	19,888	32,369	30,992
Charitable activities		81,798	50,243	-	132,041	102,621
<b>Total expenditure</b>		<b>81,798</b>	<b>62,724</b>	<b>19,888</b>	<b>164,410</b>	<b>133,613</b>
<b>NET INCOME BEFORE INVESTMENT GAINS/(LOSSES)</b>		<b>(51,436)</b>	<b>9,637</b>	<b>53,041</b>	<b>11,242</b>	<b>181,513</b>
Net gains on investments		-	130,320	207,666	337,986	728,377
<b>Net (expenditure) /income</b>		<b>(51,436)</b>	<b>139,957</b>	<b>260,707</b>	<b>349,228</b>	<b>909,890</b>
Transfers between funds	8	76,466	19,752	(96,218)	-	-
<b>Net movement in funds</b>		<b>25,030</b>	<b>159,709</b>	<b>164,489</b>	<b>349,228</b>	<b>909,890</b>
<b>Reconciliation of funds:</b>						
Total funds brought forward		114,910	2,064,996	2,883,756	5,063,662	4,153,772
Net movement in funds		25,030	159,709	164,489	349,228	909,890
<b>Total funds carried forward</b>		<b>139,940</b>	<b>2,224,705</b>	<b>3,048,245</b>	<b>5,412,890</b>	<b>5,063,662</b>

The notes on pages 12 to 19 form part of these financial statements.

# THE CLIFTON COLLEGE ENDOWMENT FUND

## BALANCE SHEET AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Investments	5	5,176,285	4,897,331
		<u>5,176,285</u>	<u>4,897,331</u>
<b>Current assets</b>			
Debtors	6	13,952	17,338
Cash at bank and in hand		231,195	151,873
		<u>245,147</u>	<u>169,211</u>
Creditors: amounts falling due within one year	7	(8,542)	(2,880)
<b>Net current assets</b>		<u>5,412,890</u>	<u>5,063,662</u>
<b>Total assets less current liabilities</b>		<u>5,412,890</u>	<u>5,063,662</u>
<b>Total net assets</b>		<u>5,412,890</u>	<u>5,063,662</u>
<b>Charity funds</b>			
Endowment funds	8	3,048,245	2,883,756
Restricted funds	8	2,224,705	2,064,996
Unrestricted funds	8	139,940	114,910
<b>Total funds</b>		<u>5,412,890</u>	<u>5,063,662</u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

  
 Kate Holland-Smith

Date: 23/3/2022

The notes on pages 12 to 19 form part of these financial statements.

**THE CLIFTON COLLEGE ENDOWMENT FUND****STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>		
Net cash used in operating activities	<b>(65,859)</b>	<b>47,233</b>
<b>Cash flows from investing activities</b>		
Dividends, interests and rents from investments	<b>86,149</b>	<b>119,542</b>
Proceeds from sale of investments	<b>772,570</b>	<b>1,022,533</b>
Purchase of investments	<b>(713,538)</b>	<b>(1,207,801)</b>
<b>Net cash provided by/(used in) investing activities</b>	<b>145,181</b>	<b>(65,726)</b>
<b>Change in cash and cash equivalents in the year</b>	<b>79,322</b>	<b>(18,493)</b>
Cash and cash equivalents at the beginning of the year	<b>151,873</b>	<b>170,366</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>231,195</b>	<b>151,873</b>

The notes on pages 12 to 19 form part of these financial statements

# **THE CLIFTON COLLEGE ENDOWMENT FUND**

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

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### **1. ACCOUNTING POLICIES**

#### **1.1 GENERAL INFORMATION**

The charity is unincorporated and its registered office is Old Cliftonian Society, The Garden Room, 3 Worcester Road, Clifton, Bristol, BS8 3JL.

#### **1.2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

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 on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

The Clifton College Endowment Fund constitutes a public benefit entity as defined by FRS 102.

#### **1.3 GOING CONCERN**

The Trustees assess whether the use of going concern is appropriate, i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

The Trustees continue to monitor the impact Covid-19 is having on investments and activities and are taking actions to minimise their effect on the long-term reserves of the charity. Under all the scenarios reviewed, the charity has sufficient reserves to enable it to continue as a going concern for the foreseeable future. For this reason it continues to adopt the going concern basis in preparing the financial statements.

#### **1.4 FUND ACCOUNTING**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity 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 Charity 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.

## **THE CLIFTON COLLEGE ENDOWMENT FUND**

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

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#### **1. ACCOUNTING POLICIES (continued)**

##### **1.5 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.

For legacies, entitlement is taken as the earlier of the date on which either: the Charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the Charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the Charity, or the Charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

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

##### **1.6 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.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

##### **1.7 INVESTMENTS**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The Balance Sheet includes the net gains and losses arising on revaluation and disposals throughout the year.

The funds are invested in accordance with the Trustee Investments Act 1961 or as permitted by the trust deed by way of loan to Clifton College.

# THE CLIFTON COLLEGE ENDOWMENT FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

### 2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2020 £	Restricted funds 2020 £	Endowment funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations and legacies	25,654	38,863	20,000	84,517	174,970
Tax reclaims	4,703	283	-	4,986	20,614
<b>Total donations and legacies</b>	<b>30,357</b>	<b>39,146</b>	<b>20,000</b>	<b>89,503</b>	<b>195,584</b>
<b>TOTAL 2019</b>	<b>48,809</b>	<b>126,775</b>	<b>20,000</b>	<b>195,584</b>	

### 3. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

### 4. AUDITORS' REMUNERATION

The auditors' remuneration amounts to an auditor fee of £4,500 (2019: £2,874).

### 5. FIXED ASSET INVESTMENTS

	Listed investments £	Other fixed asset investments £	Total £
<b>COST OR VALUATION</b>			
At 1 January 2020	4,845,599	51,732	4,897,331
Additions	713,538	-	713,538
Disposals	(1,076,864)	-	(1,076,864)
Revaluations	456,027	-	456,027
Cash movements	-	186,253	186,253
<b>AT 31 DECEMBER 2020</b>	<b>4,938,300</b>	<b>237,985</b>	<b>5,176,285</b>
<b>NET BOOK VALUE</b>			
<b>AT 31 DECEMBER 2020</b>	<b>4,938,300</b>	<b>237,985</b>	<b>5,176,285</b>
<b>AT 31 DECEMBER 2019</b>	<b>4,845,599</b>	<b>51,732</b>	<b>4,897,331</b>



## THE CLIFTON COLLEGE ENDOWMENT FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

#### 6. DEBTORS

	2020 £	2019 £
<b>DUE WITHIN ONE YEAR</b>		
Accrued income	11,304	16,901
Tax recoverable	2,648	437
	<u>13,952</u>	<u>17,338</u>

#### 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Accruals	<u>8,542</u>	<u>2,880</u>

#### 8. STATEMENT OF FUNDS

The statement of funds is detailed on the following page. The Restricted Funds comprise:

- The R C Hancorn Fund is used to provide an award for assistance with fees for pupils of high all round calibre.
- The Vernon Croucher Fund is the benefit of Moberly's house
- The WR Taylor Fund provides assistance to members of South Town whose parents are finding difficulty in paying College fees.
- The Hugh Davie Fund was bequeathed to the Clifton College Endowment Fund in the hope that it would be used to help to establish an art gallery in the school.
- The David Jones Fund provides assistance towards bursaries, with a particular emphasis on pupils residing in Wales prior to the application.
- The Colquhoun Fund provides funds for a sixth form award to a pupil of high academic merit and outstanding sporting potential.
- The Shenstone Fund provides funds for a sixth form Science Scholarship.
- The Clive Smith Fund funds in the Clive Smith Scholarships.
- The Polish Fund aims to build up sufficient capital for the income to provide a bursary award at the College.
- The Lodge Fund provides assistance for a range of pupil activities.
- The Herbert and Connie Futter Fund funds the Herbert and Connie Futter Scholarships.
- The 1970 Fund supports sport development at Clifton College.

**THE CLIFTON COLLEGE ENDOWMENT FUND**

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

**STATEMENT OF FUNDS - CURRENT YEAR**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2020 £
<b>UNRESTRICTED FUNDS</b>						
General Funds	<b>114,910</b>	<b>30,362</b>	<b>(81,798)</b>	<b>76,466</b>	<b>-</b>	<b>139,940</b>
<b>ENDOWMENT FUNDS</b>						
Capital Fund Endowment	<b>2,883,756</b>	<b>72,929</b>	<b>(19,888)</b>	<b>(96,218)</b>	<b>207,666</b>	<b>3,048,245</b>
<b>RESTRICTED FUNDS</b>						
R C Hancorn Fund	<b>117,570</b>	<b>2,352</b>	<b>(5,961)</b>	<b>2,782</b>	<b>8,639</b>	<b>125,382</b>
Vernon Croucher Fund	<b>70,124</b>	<b>1,273</b>	<b>(1,812)</b>	<b>60</b>	<b>4,995</b>	<b>74,640</b>
WR Taylor Fund	<b>407,594</b>	<b>7,546</b>	<b>(10,835)</b>	<b>454</b>	<b>29,607</b>	<b>434,366</b>
Hugh Davie Fund	<b>190,024</b>	<b>3,531</b>	<b>(1,327)</b>	<b>-</b>	<b>13,854</b>	<b>206,082</b>
David Jones Fund	<b>321,380</b>	<b>5,564</b>	<b>(8,534)</b>	<b>879</b>	<b>21,831</b>	<b>341,120</b>
Colquhoun Fund	<b>72,714</b>	<b>1,971</b>	<b>(5,356)</b>	<b>3,029</b>	<b>3,719</b>	<b>76,077</b>
Shenstone Fund	<b>284,639</b>	<b>10,616</b>	<b>(6,584)</b>	<b>-</b>	<b>16,543</b>	<b>305,214</b>
Clive Smith Fund	<b>486,104</b>	<b>6,785</b>	<b>(21,882)</b>	<b>12,548</b>	<b>26,620</b>	<b>510,175</b>
Polish Fund	<b>40,109</b>	<b>882</b>	<b>(129)</b>	<b>-</b>	<b>1,344</b>	<b>42,206</b>
College Lodge Fund	<b>46,439</b>	<b>660</b>	<b>(248)</b>	<b>-</b>	<b>2,589</b>	<b>49,440</b>
Herbert and Connie Futter Fund	<b>28,299</b>	<b>22,581</b>	<b>(56)</b>	<b>-</b>	<b>579</b>	<b>51,403</b>
1970 Fund	<b>-</b>	<b>8,600</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,600</b>
	<b>2,064,996</b>	<b>72,361</b>	<b>(62,724)</b>	<b>19,752</b>	<b>130,320</b>	<b>2,224,705</b>
<b>TOTAL OF FUNDS</b>	<b>5,063,662</b>	<b>175,652</b>	<b>(164,410)</b>	<b>-</b>	<b>337,986</b>	<b>5,412,890</b>

**THE CLIFTON COLLEGE ENDOWMENT FUND**

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

**STATEMENT OF FUNDS (CONTINUED)**

**STATEMENT OF FUNDS: PRIOR YEAR**

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2019 £
<b>UNRESTRICTED FUNDS</b>						
General Funds	69,980	48,809	(47,161)	43,282	-	114,910
<b>ENDOWMENT FUNDS</b>						
Capital Fund Endowment	2,409,090	93,449	(19,042)	(47,271)	447,530	2,883,756
<b>RESTRICTED FUNDS</b>						
R C Hancorn Fund	99,745	3,206	(6,192)	2,195	18,616	117,570
Restricted Vernon Croucher Fund	58,052	1,767	(458)	-	10,763	70,124
WR Taylor Fund	344,033	10,472	(10,715)	-	63,804	407,594
Hugh Davie Fund	160,541	4,897	(5,270)	-	29,856	190,024
David Jones Fund	259,170	22,722	(7,559)	-	47,047	321,380
Colquhoun Fund	42,701	27,340	(5,341)	-	8,014	72,714
Shenstone Fund	214,087	41,419	(6,518)	-	35,651	284,639
Clive Smith Fund	391,765	59,415	(22,443)	-	57,367	486,104
Polish Fund	36,827	508	(123)	-	2,897	40,109
College Lodge Fund	40,682	916	(738)	-	5,579	46,439
Herbert and Connie Futter Fund	27,099	206	(2,053)	1,794	1,253	28,299
	<u>1,674,702</u>	<u>172,868</u>	<u>(67,410)</u>	<u>3,989</u>	<u>280,847</u>	<u>2,064,996</u>
<b>TOTAL OF FUNDS</b>	<u>4,153,772</u>	<u>315,126</u>	<u>(133,613)</u>	<u>-</u>	<u>728,377</u>	<u>5,063,662</u>

# THE CLIFTON COLLEGE ENDOWMENT FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

### 9. ANALYSIS OF NET ASSETS BETWEEN FUNDS

#### ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT PERIOD

	Unrestricted funds 2020 £	Restricted funds 2020 £	Endowment funds 2020 £	Total funds 2020 £
Fixed asset investments	132,184	1,995,856	3,048,245	5,176,285
Current assets	16,298	228,849	-	245,147
Creditors due within one year	(8,542)	-	-	(8,542)
<b>TOTAL</b>	<b>139,940</b>	<b>2,224,705</b>	<b>3,048,245</b>	<b>5,412,890</b>

#### ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR PERIOD

	Unrestricted funds 2019 £	Restricted funds 2019 £	Endowment funds 2019 £	Total funds 2019 £
Fixed asset investments	-	2,013,575	2,883,756	4,897,331
Current assets	117,790	51,421	-	169,211
Creditors due within one year	(2,880)	-	-	(2,880)
<b>TOTAL</b>	<b>114,910</b>	<b>2,064,996</b>	<b>2,883,756</b>	<b>5,063,662</b>

### 10. UNAPPLIED TOTAL RETURN

	2020 £	2019 £
At 1 January	1,542,503	741,855
Total return in the year	424,130	847,919
Total return allocated by the trustees	(96,218)	(47,271)
<b>At 31 December</b>	<b>1,870,415</b>	<b>1,542,503</b>

The trustees operate return fund by making use of the ability to draw down unapplied total return (UTR) monies. A total of £96,218 was drawn down from the fund as it stood at 31 December 2020. This is in line with the trustees' policy of drawing down a discretionary 3.6% from the permanently endowed funds. The amount drawn down is shown as a transfer in the accounts. Expenditures paid for by drawn down UTR balances are shown as deductions in the unrestricted column of the SOFA.

# THE CLIFTON COLLEGE ENDOWMENT FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

### 11. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income for the period (as per Statement of Financial Activities)	349,228	909,890
<b>ADJUSTMENTS FOR:</b>		
Net gains or losses on investments	(337,986)	(728,377)
Dividends, interests and rents from investments	(86,149)	(119,542)
Decrease/(increase) in debtors	3,386	(14,798)
Increase in creditors	5,662	60
<b>NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES</b>	<b>(65,859)</b>	<b>47,233</b>

### 12. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2020 £	2019 £
Cash in hand	231,195	151,873
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>231,195</b>	<b>151,873</b>

### 13. ANALYSIS OF CHANGES IN NET DEBT

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	151,873	79,322	231,195
	<b>151,873</b>	<b>79,322</b>	<b>231,195</b>

### 14. RELATED PARTIES

There were donations of £50 in the year from one Trustee (2019: £50)