

FUTURE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020

Amended Accounts
FUTURE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Lord John Nash
Lady Caroline Nash
Mr Gilbert Chalk
Mr John Putt

(Appointed 19 February
2020)

Mr David Bloch

(Appointed 2 April 2022)

Charity number

1114396

Principal address

Future
c/o Future Academies
Chichester Street
London
SW1V 3AT

Auditor

Alexander James & Company Limited
Upper Deck
Admirals Quarters
Portsmouth Road
Thames Ditton
Surrey
KT7 0XA

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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 OCTOBER 2020

The Trustees present their annual report and financial statements for the year ended 31 October 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's Trust Deed, 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 (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake. The Charity's Trust Deed sets out that it is the intention of the Trustees to apply the funds and income of the Charity to the relief of poverty amongst children and young adults.

In this period (November 2019 – October 2020), Future's activity has continued to focus on supporting Future Academies, the family of academies in London and Hertfordshire for which Future is the sponsor.

In addition to the formal sponsorship of the Multi-Academy Trust, Future continues to contribute financially to the cost of academy activities, focusing in particular on supporting Education Enrichment opportunities such as residential trips, Saturday sport, and music tuition. Future's financial contribution significantly reduces the cost of these activities to the schools as well as to parents and also gives each school greater flexibility in accommodating individual families' financial circumstances where that poses a barrier to a child's full participation in the life of the school. Future also supports the Education Enrichment programme across the schools, which aims to:

- Connect pupils to the world of work, future education, training and employment
- Enrich the curriculum
- Provide exposure to culture, the arts, sport
- Build character, integrity, resilience, judgement, self-discipline

Future Academies has also developed its own outstanding teacher training facility – the Pimlico-London SCITT (school-centred initial teacher training) – which was ranked third in the country, and first in the South of England, in the Good Teacher Training Guide. In order to support the recruitment of exceptional candidates into the SCITT, Future sponsors the 'Future Teach Scholarship' for candidates with an exceptional academic background and outstanding potential in the classroom. In 2019-20, the scholarship was awarded to three candidates. Two more candidates have so far been awarded the scholarship for 2020-2021 and a further six are planned for 2021-2022.

Across the Trust, Future is supporting a number of salaries for staff working across the schools and for a number of ex-soldiers to be supporting staff and students through the Commando Joes programme.

From March 2020 we faced unprecedented circumstances as a result of Covid-19 and the closure of schools, and academic work became the main focus for schools, with Enrichment becoming a secondary enterprise. Schools worked as best they could to provide similar provisions but with the extended closure this resulted in a drop in funding from the previous year.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

Pimlico Academy

Future's role continues to be in supporting the development of enrichment activities including the year 7 residential, Jamie's Farm (mentioned below), holiday activities, performing arts, additional music and instrument lessons, Saturday Sport, and other additional sports coaching.

The Charity has also funded The London Music Masters, a renowned music charity in London, to support Pimlico Academy and the surrounding Future Academies' feeder primaries to work together in consolidating the music provision into a coherent "age 0-18" offer.

Phoenix Academy

Future has supported a wide range of activities this year including the Duke of Edinburgh awards, a debating programme, additional music lessons for the pupils, and additional sporting opportunities.

Futures also supported the wages of the librarian for Phoenix to support students learning throughout the year. Future is also supporting the redevelopment of the school.

Pimlico Primary

Pimlico Primary has pupils from Reception to Year 6.

In addition to supporting music lessons and trips for the pupils, Future has also funded improvements to the playground area, programmes like the Burnet news club, extra swimming lessons, and trips to the theatre.

Millbank Academy

Future continues to support Millbank Academy in its provision of Outward Bound residential trips including a year 5 residential to Cumbria and a Year 6 residential to The Isle of Wight, although these have been impacted by the school's closure and have been delayed to the following year. Future has also supported the Burnet News Club.

Churchill Gardens Primary Academy

Future continues to support the academy in its provision of enrichment activities including the Burnet News Club, Outward Bound, Swimming Lessons, and Kayaking.

Laureate Academy

As one of our newer schools, Future purchased instruments to help with the start-up costs for their newly developed music programme. Future provided extra sports coaching and sports equipment as well as supported Enrichment Days where all students across the academy participated in workshops, events, and trips to develop learning and experiences beyond the classroom. Future also supported Year 7 students on a trip to Oxford University as part of an opportunity to raise aspirations from their first year in secondary school.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

Barclay Academy

As one of our newer schools, Future helped contribute towards the start-up costs for some of their Enrichment activities and programmes. Including supporting the purchase of musical instruments to support the music programme and putting money towards an alumni event to support the wider network and community of the school and outreach. Additionally, Future supported books for pupil premium students as well as the involvement of pupil premium students for trips and clubs who may have otherwise been unable to participate.

Future Academies Watford

Future Academies Watford became part of the Future Academies Trust in January 2020. In the short amount of time Future Academies Watford has been with us, the charity has contributed to the start-up of multiple clubs, such as debating, the Brilliant Club for aspirational students in sixth form, cheerleading, sports, and many more. Futures also funded the purchase of musical instruments for students to begin their instrumental programme.

The Grange

Future Academies Watford became apart of the Future Academies Trust in the January of 2020. Future are currently in discussion with The Grange on how they can support their enrichment programme going forward.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

Advising, supporting and making grants to well-organised and replicable organisations that work with young people

Future has continued to support a range of organisations that work to improve the life chances of disadvantaged young people including the following organisations:

- **The Childhood Trust**, a charity that funds grass roots charities and their projects to alleviate the impact of child poverty in London. They use funds to generate and match other donations, primarily through online fundraising campaigns and fundraising partnerships. They make grants to proven charities that are working directly with disadvantaged children.
- **Jamie's Farm**, a charity that engages young people from challenging backgrounds who are at risk of social exclusion through a unique combination of family atmosphere and a strong therapeutic element, set within a farming environment. Young people take part in a short residential on a farm that aims to re-engage them with education. Jamie's Farm also runs non-residential but longer courses on Oasis Farm Waterloo in London, which Pimlico Academy pupils have taken part in this year.
- **Social Mobility Foundation**, a charity that supports young people from low-income backgrounds into top universities and professions by providing such students with a holistic programme of support called the Aspiring Professionals Programme (APP). This includes mentoring, workshops, and internships.
- **Hammersmith and Fulham Youth Zone**, OnSide's Youth Zones are state-of-the-art, custom-built, modern youth clubs offering a wide range of sport, art, and enterprise activities in deprived areas. Building on the hugely successful Youth Zones in the North and across the country, Onside are set to construct a new Youth Zone in White City, a short walk from Phoenix Academy, of which Future is a Founder Patron.
- **Royal National Children's SpringBoard Foundation**, a charity that provides disadvantaged and vulnerable children and young people with the life-transforming opportunity of a fully funded boarding school education.
- **Centre for Social Justice**, the CSJ's vision is for those living in the poorest and most disadvantaged communities across Britain to be given every opportunity to flourish and reach their full potential. We bring this vision to life by seeking to influence the policies the Government creates and the laws it makes, such that it does all it can to address the root causes of poverty.
- **Pimlico Music Foundation**, a charity that aims to improve community cohesion in the area and to alleviate need by providing music education free of charge to students from disadvantaged or vulnerable backgrounds.

Summary

During the period (November 2019 – October 2020), Future funded £223,366.00 towards Future Academy Activities and £195,333.00 towards other organisations. During the current period (November 2020 – October 2021) it is anticipated that Future will fund of the order of £650,000.00 towards Future Academies activities and £150,00.00 towards other organisations and trustees are asked to approve a level of expenditure of this order and a somewhat higher level for 2020/2021.

Achievements and performance

Financial review

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent at least to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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

The Trustees appointed new registered auditors, Alexander James & Co Ltd, to report on the Charity's 2022 accounts. Upon requesting standard professional clearance from the audit firm shown on previous years' accounts, Alexander James & Co Ltd were informed by them that that firm had no knowledge of the Charity and had not in fact acted as auditor. This was reported to the Trustees who then discovered that a contractor engaged to prepare previous annual accounts and arrange for them to be audited had falsified previous years' audit reports. The Trustees promptly informed the Charity Commission who have asked that the Trustees resubmit updated accounts from 2018 to 2021, and this has now been done. The Trustees are attempting to recover from the contractor the extra costs incurred.

Structure, governance and management

The Charity is registered with the Charity Commission for England & Wales as charity number 1114396, governed by its trust deed dated 5th December 2005.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Lord John Nash

Lady Caroline Nash

Mr Gilbert Chalk

Mr John Putt

Mr David Bloch

(Appointed 19 February 2020)

(Appointed 2 April 2022)

The trustees have power to appoint additional and replacement trustees as and when it is deemed necessary.

Auditor

Alexander James & Company Limited were appointed as auditor to the Charity and a resolution proposing that they be re-appointed will be put to a meeting of the Trustees.

The Trustees' report was approved by the Board of Trustees.



Lord John Nash

Trustee

Date: 14/11/2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 OCTOBER 2020

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 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 Charity for that year.

In preparing these financial statements, the Trustees are required to:

- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient 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 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.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF FUTURE

Opinion

We have audited the financial statements of Future (the 'Charity') for the year ended 31 October 2020 which comprise the statement of financial activities, the balance sheet, the 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 October 2020 and of its incoming resources and application of resources, 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's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF FUTURE

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

Michael Morris Dobrin FCCA ACA (Senior Statutory Auditor)
for and on behalf of Alexander James & Company Limited

18 December 2023

Chartered Certified Accountants
Statutory Auditor

Alexander James & Company Ltd

Upper Deck
Admirals Quarters
Portsmouth Road
Thames Ditton
Surrey
KT7 0XA

Alexander James & Company Limited is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

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**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 OCTOBER 2020

	Notes	Unrestricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Total 2019 £
Income from:					
Donations and legacies	3	252,482	252,482	6,262,360	6,262,360
Investments	4	37,729	37,729	38,728	38,728
Total income		290,211	290,211	6,301,088	6,301,088
Expenditure on:					
Raising funds	5	24,888	24,888	8,629	8,629
Charitable activities	6	551,049	551,049	1,334,724	1,334,724
Total expenditure		575,937	575,937	1,343,353	1,343,353
Net gains/(losses) on investments	10	(12,925)	(12,925)	(61,929)	(61,929)
Net (outgoing)/incoming resources		(298,651)	(298,651)	4,895,806	4,895,806
Other recognised gains and losses					
Other gains or losses	12	(4,941)	(4,941)	(662)	(662)
Net movement in funds		(303,592)	(303,592)	4,895,144	4,895,144
Fund balances at 1 November 2019		8,157,500	8,157,500	3,262,356	3,262,356
Fund balances at 31 October 2020		7,853,908	7,853,908	8,157,500	8,157,500

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

All income and expenditure derive from continuing activities.

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BALANCE SHEET
AS AT 31 OCTOBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Investments	13		6,788,356		6,248,306
Current assets					
Debtors	14			75,000	
Cash at bank and in hand		1,087,632		1,850,664	
		1,087,632		1,925,664	
Creditors: amounts falling due within one year	15	(22,080)		(16,470)	
Net current assets			1,065,552		1,909,194
Total assets less current liabilities			7,853,908		8,157,500
Income funds					
Unrestricted funds			7,853,908		8,157,500
			7,853,908		8,157,500

The financial statements were approved by the Trustees on 14/12/2023


Lord John Nash
Trustee

FUTURE**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 31 OCTOBER 2020**

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	17		(247,786)		4,978,234
Investing activities					
Purchase of investments		4,260,478		(6,756,630)	
Proceeds from disposal of investments		(4,813,453)		1,858,409	
Investment income received		37,729		38,728	
Net cash used in investing activities			(515,246)		(4,859,493)
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(763,032)		118,741
Cash and cash equivalents at beginning of year			1,850,664		1,731,923
Cash and cash equivalents at end of year			<u>1,087,632</u>		<u>1,850,664</u>

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

1 Accounting policies

Charity information

Future is a charity registered with the Charity Commission in England & Wales

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Trust Deed dated 5th December 2005 which is its governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The Charity is a Public Benefit Entity as defined by FRS 102.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of investments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Income

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.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

(Continued)

1.5 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. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at 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.

1.8 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**FOR THE YEAR ENDED 31 OCTOBER 2020****1 Accounting policies****(Continued)*****Derecognition of financial liabilities***

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

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.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Donations and gifts	252,482	6,262,360

4 Investments

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Income from listed investments	33,564	30,717
Interest receivable	4,165	8,011
	37,729	38,728

FUTURE**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 OCTOBER 2020****5 Raising funds**

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
<u>Investment management</u>	24,888	8,629
	<u>24,888</u>	<u>8,629</u>

6 Charitable activities

	Grants to Future Academies 2020	Grants to other charities 2020	Total 2020	Grants to Future Academies 2019	Grants to other charities 2019	Total 2019
	£	£	£	£	£	£
Grants made	223,366	316,591	539,957	1,153,596	169,500	1,323,096
Share of governance costs (see note 7)	11,092	-	11,092	11,628	-	11,628
	<u>234,458</u>	<u>316,591</u>	<u>551,049</u>	<u>1,165,224</u>	<u>169,500</u>	<u>1,334,724</u>

7 Support costs

	Support costs	Governance costs	2020	2019
	£	£	£	£
Audit fees	-	5,760	5,760	5,760
Accountancy	-	4,950	4,950	5,100
Telephone and general expenses	-	15	15	308
Bank charges	-	367	367	460
	<u>-</u>	<u>11,092</u>	<u>11,092</u>	<u>11,628</u>
Analysed between Charitable activities	-	11,092	11,092	11,628

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

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

9 Employees

The Charity had no employees during the year.

10 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Revaluation of investments	(42,899)	(32,548)
Gain/(loss) on sale of investments	29,974	(29,381)
	<u>(12,925)</u>	<u>(61,929)</u>

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

12 Other gains or losses

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Foreign exchange gains	<u>4,941</u>	<u>662</u>

13 Fixed asset investments

	Listed investments
	£
Cost or valuation	
At 1 November 2019	6,248,306
Additions	(4,260,478)
Valuation changes	(42,899)
Disposals	4,843,427
At 31 October 2020	<u>6,788,356</u>
Carrying amount	
At 31 October 2020	<u>6,788,356</u>
At 31 October 2019	<u>6,248,306</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**FOR THE YEAR ENDED 31 OCTOBER 2020****13 Fixed asset investments****(Continued)**

The Charity invests in externally managed funds with the objective to maintain and grow the funds in real terms over the long term, and to produce a consistent and sustainable amount for the Charity to expend on charitable causes and the governance and management of the Charity.

Such external funds are under the full delegated management of the relevant investment manager and are subject to the manager's own investment policies and governance procedures. The Charity intends to take sufficient investment risk to generate an above average annual return on the funds to exceed inflation over the long term.

14 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Other debtors	-	75,000

Other debtors represents Gift Aid recoverable on donations received by the Charity by the balance sheet date.

15 Creditors: amounts falling due within one year

	2020	2019
	£	£
Accruals and deferred income	22,080	16,470

16 Related party transactions**Transactions with related parties**

During the year the Charity entered into the following transactions with related parties:

During the year Lord John Nash, a trustee of the Charity, donated £200,000 (2019 £300,000) to the unrestricted funds of the Charity.

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

17	Cash generated from operations	2020	2019
		£	£
	(Deficit)/surplus for the year	(298,651)	4,895,806
	Adjustments for:		
	Investment income recognised in statement of financial activities	(37,729)	(38,728)
	Foreign exchange differences	(4,941)	(662)
	(Gain)/loss on disposal of investments	(29,974)	29,381
	Fair value gains and losses on investments	42,899	32,548
	Movements in working capital:		
	Decrease in debtors	75,000	62,500
	Increase/(decrease) in creditors	5,610	(2,611)
	Cash (absorbed by)/generated from operations	(247,786)	4,978,234

18 Analysis of changes in net funds

The Charity had no debt during the year.

19 Other Matters Arising

As explained in the Trustees' Report, the Trustees appointed new registered auditors, Alexander James & Co Ltd, to report on the Charity's 2022 accounts. Upon requesting standard professional clearance from the audit firm shown on previous years' accounts, Alexander James & Co Ltd were informed by them that that firm had no knowledge of the Charity and had not in fact acted as auditor. This was reported to the Trustees who then discovered that a contractor engaged to prepare previous annual accounts and arrange for them to be audited had falsified previous years' audit reports. The Trustees promptly informed the Charity Commission who have asked that the Trustees resubmit updated accounts from 2018 to 2021, and this has now been done. The Trustees are attempting to recover from the contractor the extra costs incurred.