

**THE V&A FOUNDATION**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2025**

**Charity Number: 1144508**

**Company Number: 07788681**

**THE V&A FOUNDATION**

**REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2025**

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| <b>CONTENTS</b>                      | <b>Page</b> |
|--------------------------------------|-------------|
| Reference and administrative details | 3           |
| Trustees' Report                     | 4 – 6       |
| Independent Auditors' Report         | 7-10        |
| Statement of Financial Activities    | 11 - 12     |
| Balance sheet                        | 13          |
| Statement of Cashflows               | 14          |
| Notes to the Financial Statements    | 15 - 24     |

REFERENCE AND ADMINISTRATIVE DETAILS

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|--------------------------|--|
| <b>Trustees</b>          | Heather Acton (Chair)<br>Lady Deborah Buffini (appointed 7 May 2024)<br>Andrew Hochhauser KC<br>Dr Catherine Høgel (appointed 7 May 2024)<br>Alireza Sarikhani (resigned 13 May 2025)<br>The Baroness Shafik DBE (appointed 13 May 2025)<br>Caroline Silver<br>Peter Williams<br>Nigel Webb (resigned 13 May 2025) |
| <b>Registered office</b> | Victoria and Albert Museum<br>Cromwell Road<br>London SW7 2RL  |
| <b>Auditors</b>          | Moore Kingston Smith LLP<br>9 Appold Street<br>London EC2A 2AP   |
| <b>Bankers</b>           | National Westminster Bank<br>18 Cromwell Place<br>South Kensington<br>London SW7 2LB   |
| <b>Solicitors</b>        | Farrer & Co<br>66 Lincoln's Inn Fields<br>London WC2A 3LH  |
| <b>Company number</b>    | 07788681   |
| <b>Charity number</b>    | 1144508  |

## **THE V&A FOUNDATION**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025**

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, have pleasure in submitting their annual report and the audited financial statements for the year ended 31 March 2025.

#### **Objects, Objectives and Activities**

The objects of the Foundation are for the benefit of the public, to further, in so manner as the Trustees of the Foundation see fit, all or any of the objects from time to time of the V&A and art, design and performance throughout the world in any manner incidental, conducive to or compatible with the charitable objects of the V&A. The Foundation achieves these objects through the award of grants.

The Foundation has had regard to the guidance from the Charity Commission to ensure that its objects and activities are undertaken for the public benefit.

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

#### **Governance**

The V&A Foundation was incorporated as a company limited by guarantee on 27 September 2011 and registered as a charity on 2 November 2011. It is governed by its Memorandum and Articles which were updated on 9 January 2023 and again on 25 May 2023. The charitable company also acts as corporate trustee for the permanent endowment funds shown in note 10 to the financial statements.

#### **Trustees**

The Trustees, who are also the directors for the purposes of company law, who served during the period and since the year end are shown on page 3. None of the Trustees has any beneficial interest in the Foundation. New Trustees are elected to the Board by existing members.

The Trustees are responsible for the Foundation's overall management and control, including the implementation of policies. The Board meets regularly. They have certain legal, financial and fiduciary duties under charity law.

#### **Trustees Induction and Training**

New Trustees receive the latest Annual Report and Accounts and all relevant information relating to the Foundation. All Trustees are kept informed about relevant developments within the charity sector.

### **STRATEGIC REPORT**

#### **Risk Management**

The Trustees are responsible for the management of the risks faced by the Foundation. Risks are identified, assessed and controls established as appropriate.

As a grant-making body, the major risk to the Foundation's ability to deliver its objectives is a failure to secure sufficient income for distribution. This year investments have returned to growth, following an increase in value in the prior year. The overall financial position of the Foundation remains strong and this, combined with the returns on investments gives the trustees confidence that they can continue to make distributions and deliver on the charity's objectives. The level of unrestricted funds held will also allow the Foundation to carry on its work in the event of a future slowdown in fundraising.

#### **Achievements, Performance and Financial Review**

During the year, the Foundation received donated income of £251,270 (2024: £92,686). Of this, £100,000 was a restricted donation with the remainder unrestricted, (in the prior year all income was unrestricted). Investments overall made an unrealised gain, net of investment managers fees, of £1,030,893 (2024: £4,766,691). Trustees made grants of £1,011,000 (2024: £657,100).



## **THE V&A FOUNDATION**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025**

#### **Total Return**

Following the launch of the Foundation's successful endowment fundraising campaign, supported by the Heritage Lottery Fund's Catalyst: Endowment initiative, the Trustees have exercised their power under Section 104A(2) of the Charities Act 2011 to invest on a total return basis. The initial values of the trust for investment and unapplied total return were established as at 1 April 2016.

At 1 April 2016 and subsequently as donations were received under the endowment fundraising campaign, the value of these donations were allocated to the trust for investment. At the end of each year, except where donor agreements stated otherwise, an amount of up to 3.25% of the trust for investment is allocated to income from the unapplied total return at discretion of the trustees. An amount sufficient to maintain the real value of the trust for investment, based on CPI, is allocated from the unapplied total return to the trust for investment.

This year, the five permanent endowments invested on the Total Returns basis delivered a net return of £0.3m. (2024: £1.5m) After accounting for inflation this return was not sufficient to maintain a positive unapplied total return position, so no transfers were made from the permanent endowments, and each of the permanent endowments finished the year with negative unapplied total returns. It is hoped that future investment returns will further increase the value of the endowments to ensure their ability to continue to fund a consistent level of activity over the long term.

#### **Reserves Policy**

The Trustees have agreed that as the Foundation has very low running costs, £10,000 of unrestricted reserves should be retained to cover administrative and compliance costs. At the balance sheet date, the Foundation's unrestricted reserves were £8.3m (2024: £7.9m); the excess will be distributed in line with the Foundation's charitable objects as suitable grant requests are received.

#### **Plans for the Future**

The Foundation will continue to raise funds in line with existing priorities, while keeping a close eye on the performance of the endowments relative to the level of activity that they are required to fund.

#### **How we Fundraise**

Fundraising for the Foundation is supported by the V&A's Development team. The V&A's Development team has an exceptional reputation in the sector for fundraising professionally, responsibly and sensitively. Many of the V&A's fundraising team are members of the Institute of Fundraising and the V&A is registered with the Fundraising Regulator, whose Code of Fundraising Practice and Fundraising Promise set a standard for fundraising activity in the UK. The Legacies team are members of the Institute of Legacy Management, and the V&A is also registered with Remember a Charity, a consortium of 200 charities based at the Institute of Fundraising that encourages legacy giving in the UK.

The Foundation's approach to fundraising is highly personalised. The Foundation operates almost exclusively on a one-to-one basis with its supporters and partners, ensuring communications are not excessive or intrusive and that the individuals contacted do not feel under any undue pressure to donate.

When feedback is received from supporters on how the Foundation could improve, it is taken very seriously, and the Foundation is pleased that it has had no complaints related directly to how it fundraises in the last year.

When fundraising is carried out on behalf of the Foundation it is with a small group of trusted partners who help it secure sponsorship from organisations, or individuals who promote the Foundation through their personal and professional connections. The Foundation works closely with these partners to ensure their approach consistently meets the high standards of its own fundraising.

#### **Grant-making policy**

The Trustees consider applications from the V&A and other bodies for grants and make such grants as seem best calculated to advance the charitable objects of the Foundation, ensuring always that the requests and stipulations

## THE V&A FOUNDATION

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025

of donors are strictly met. The Trustees monitor grants through reviewing updates from recipients on how money has being spent and the outcomes and impact of the project.

#### TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

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).

Charity law 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 Foundation and of the incoming resources and application of resources of the Foundation 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 in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time of the financial position of the Trust and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees confirm that:

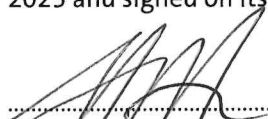
- (a) so far as each trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- (b) the Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

#### Auditors

Moore Kingston Smith LLP were appointed as auditors during the year and, having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies Act 2006 unless the company receives notice under section 488(1) of the Companies Act 2006.

The Trustees' Report, incorporating the Strategic Report, was approved by the Board of Trustees on 14 October 2025 and signed on its behalf by:



Heather Acton, Trustee

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF V&A FOUNDATION**

**Opinion**

We have audited the financial statements of V&A Foundation ('the company') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement 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 FRS 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 charitable company's affairs as at 31 March 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 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

## **THE V&A FOUNDATION**

misstatements, we are required to determine whether there is 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.

## **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the trustees' annual report have been prepared in accordance with applicable legal requirements.

## **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the trustees' annual report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

## **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

## **Auditor's Responsibilities for the audit of the financial statements**

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

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

## THE V&A FOUNDATION

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

### **Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

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.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.

## THE V&A FOUNDATION

- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

## Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members 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 any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Moore Kingston Smith LLP

.....  
**Samir Chandoo (Senior Statutory Auditor)**

for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

Date: 31 October 2025

6<sup>th</sup> Floor  
9 Appold Street  
London  
EC2A 2AP



THE V&A FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2025

|  | Notes | Unrestricted<br>Mar-25<br>£ | Restricted<br>Mar-25<br>£ | Endowment<br>Mar-25<br>£ | Total<br>Mar-25<br>£ | Total<br>31-Mar-24<br>£ |
|--|-------|-----------------------------|---------------------------|--------------------------|----------------------|-------------------------|
| <b>INCOMING RESOURCES</b>  |       |                             |                           |                          |                      |                         |
| <b>Income and endowments from:</b>   |       |                             |                           |                          |                      |                         |
| Donations and legacies   | 2     | 151,270                     | 100,000                   | -                        | 251,270              | 92,686                  |
| <b>Total income</b>  |       | <b>151,270</b>              | <b>100,000</b>            | <b>-</b>                 | <b>251,270</b>       | <b>92,686</b>           |
| <b>Expenditure on:</b>   |       |                             |                           |                          |                      |                         |
| <b>Charitable activities</b>   |       |                             |                           |                          |                      |                         |
| Grants payable   |       | 34,000                      | 977,000                   | -                        | 1,011,000            | 657,100                 |
| Governance costs   |       | 25,163                      | -                         | -                        | 25,163               | 24,608                  |
| Investment Management Costs  |       | 63,369                      | 90,724                    | 117,344                  | 271,437              | 144,966                 |
| <b>Total resources expended</b>  | 3     | <b>122,532</b>              | <b>1,067,724</b>          | <b>117,344</b>           | <b>1,307,600</b>     | <b>826,674</b>          |
| <b>NET INCOME/(EXPENDITURE) BEFORE<br/>GAINS AND LOSSES ON INVESTMENTS</b> |       | <b>28,738</b>               | <b>(967,724)</b>          | <b>(117,344)</b>         | <b>(1,056,330)</b>   | <b>(733,988)</b>        |
| Gains on Investments   |       | 302,543                     | 436,465                   | 563,322                  | 1,302,330            | 4,911,657               |
| <b>NET EXPENDITURE</b>   |       | <b>331,281</b>              | <b>(531,259)</b>          | <b>445,978</b>           | <b>246,000</b>       | <b>4,177,669</b>        |
| Transfers between funds  | 9     | 33,232                      | 530,007                   | (563,239)                | -                    | -                       |
| Net movement in funds  |       | <b>364,513</b>              | <b>(1,252)</b>            | <b>(117,261)</b>         | <b>246,000</b>       | <b>4,177,669</b>        |
| <b>Funds brought forward as at 1 April</b>                                 |       | 7,924,524                   | 24,450,368                | 23,080,079               | 55,454,971           | 51,277,301              |
| <b>FUNDS AS AT 31 MARCH</b>  | 9     | <b>8,289,037</b>            | <b>24,449,116</b>         | <b>22,962,818</b>        | <b>55,700,971</b>    | <b>55,454,971</b>       |

All activities are continuing. There are no other gains or losses other than those shown above.

## PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

|  |   | Unrestricted<br>2024 | Restricted<br>2024 | Endowment<br>2024 | Total<br>2024     |
|--|---|----------------------|--------------------|-------------------|-------------------|
| <b>Notes</b>   |   |                      |                    |                   |                   |
| <b>INCOMING RESOURCES</b>  |   |                      |                    |                   |                   |
| <b>Income and endowments from:</b>   |   |                      |                    |                   |                   |
| Donations and legacies   | 2 | 92,686               | -                  | -                 | 92,686            |
| <b>Total income</b>  |   | <b>92,686</b>        | <b>-</b>           | <b>-</b>          | <b>92,686</b>     |
| <b>Expenditure on:</b>   |   |                      |                    |                   |                   |
| <b>Charitable activities</b>   |   |                      |                    |                   |                   |
| Grants payable   |   | 83,100               | 574,000            | -                 | 657,100           |
| Governance costs   |   | 24,608               | -                  | -                 | 24,608            |
| Investment Management costs  |   | 32,129               | 48,269             | 64,568            | 144,966           |
| <b>Total resources expended</b>  | 3 | <b>139,838</b>       | <b>622,269</b>     | <b>64,568</b>     | <b>826,674</b>    |
| <b>NET INCOME / (EXPENDITURE) BEFORE<br/>GAINS AND LOSSES ON INVESTMENTS</b> |   | <b>(47,152)</b>      | <b>(622,269)</b>   | <b>(64,568)</b>   | <b>(733,988)</b>  |
| Gains on Investments   |   | 1,218,261            | 1,509,875          | 2,183,522         | 4,911,657         |
| <b>NET INCOME</b>  |   | <b>1,171,109</b>     | <b>887,606</b>     | <b>2,118,954</b>  | <b>4,177,669</b>  |
| Transfers between funds  | 9 | 31,188               | 623,747            | (654,935)         | -                 |
| Net movement in funds  |   | <b>1,202,297</b>     | <b>1,511,353</b>   | <b>1,464,019</b>  | <b>4,177,669</b>  |
| <b>Funds brought forward as at 1 April</b>                                   |   | 6,722,227            | 22,939,015         | 21,616,059        | 51,277,301        |
| <b>FUNDS AS AT 31 MARCH</b>  | 9 | <b>7,924,524</b>     | <b>24,450,368</b>  | <b>23,080,079</b> | <b>55,454,971</b> |

All activities are continuing. There are no other gains or losses other than those shown above.



BALANCE SHEET

AS AT 31 MARCH 2025

|   | Notes | 2025<br>£         | 2024<br>£         |
|---|-------|-------------------|-------------------|
| <b>NON-CURRENT ASSETS</b>                             |       |                   |                   |
| Investments   | 5     | 54,419,948        | 53,289,056        |
| <b>CURRENT ASSETS</b>                                 |       |                   |                   |
| Debtors   | 6     | 146,559           | 90,395            |
| Cash at bank  |       | 1,146,842         | 2,142,739         |
|   |       | <b>1,293,401</b>  | <b>2,233,134</b>  |
| <b>CREDITORS: amounts falling due within one year</b> | 7     | (12,378)          | (67,219)          |
| <b>NET CURRENT ASSETS</b>                             |       | <b>1,281,023</b>  | <b>2,165,916</b>  |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>          |       | <b>55,700,971</b> | <b>55,454,971</b> |
| <b>NET ASSETS</b>                                     |       |                   |                   |
| Represented by:                                       |       |                   |                   |
| Unrestricted funds                                    |       | 8,289,037         | 7,924,524         |
| Restricted funds                                      |       | 24,449,116        | 24,450,368        |
| Endowment funds                                       |       | 22,962,818        | 23,080,078        |
|   | 9     | <b>55,700,971</b> | <b>55,454,971</b> |

The accounts were approved and authorised for issue by the Board of Trustees on 14 October 2025 and signed on its behalf by:

  
Heather Acton  
Chair of the Board

The notes on pages 15 to 24 form part of these financial statements.

THE V&A FOUNDATION

STATEMENT OF CASH FLOWS

AS AT 31 MARCH 2025

|   | Notes | 2025<br>£        | 2024<br>£        |
|---|-------|------------------|------------------|
| Net cash (used by) / provided by operating activities         | A     | (895,897)        | (620,543)        |
| <b>Cash flows from investing activities:</b>                  |       |                  |                  |
| Purchase of investments                                       |       | (100,000)        | -                |
| Sale of investments   |       | -                | 574,000          |
| Interest from investments                                     |       | -                | -                |
| <b>Net cash (used in) / provided by investing activities</b>  |       | <b>(100,000)</b> | <b>574,000</b>   |
| Change in cash and cash equivalents in the reporting period   |       | (995,897)        | (46,543)         |
| <b>Cash and cash equivalents at the beginning of the year</b> |       | <b>2,142,739</b> | <b>2,189,282</b> |
| <b>Cash and cash equivalents at the end of the year</b>       |       | <b>1,146,842</b> | <b>2,142,739</b> |

**A: Reconciliation of net movement in funds to net cash flow from operating activities**

|  | 2025<br>£        | 2024<br>£        |
|--|------------------|------------------|
| Net income                                       | 246,000          | 4,177,669        |
| Loss/(Gain) on investments                       | (1,302,330)      | (4,911,657)      |
| Interest from investments                        | -                | -                |
| Investment fees (deducted from portfolio)        | 271,437          | 144,966          |
| (Increase) / Decrease in debtors                 | (56,164)         | (89,687)         |
| Increase / (Decrease) in creditors               | (54,840)         | 58,167           |
| <b>Net cash provided by operating activities</b> | <b>(895,897)</b> | <b>(620,543)</b> |

## 1. ACCOUNTING POLICIES

### **Basis of preparation**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The V&A Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value. The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

### **Going Concern**

The trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern for 12 months from the date of signing these financial statements. Accordingly, the going concern basis continues to be adopted in preparing the financial statements.

### **Donations, grants and legacies**

Voluntary income is accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit to the Foundation is considered probable. Pecuniary legacies are recognised once probate has been granted and notification of entitlement has been received. Residuary legacies are recognised when probate is granted and there is sufficient information to value them and any conditions attached to the legacy are either within the control of the charity have been met. An allowance is made against the amounts receivable to reflect the uncertainty inherent in estate administration.

### **Investment income**

Investment income is accounted for on an accruals basis.

### **Expenditure**

Expenditure is charged to the Statement of Financial Activities on an accruals basis and is charged as follows:

Grants payable are charged in the year which the offer is conveyed to the recipient except where the grant is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered which are subject to conditions that have not been met at the year-end are noted as commitments. Governance costs are those costs relating to the strategic direction of the charity and of regulatory compliance.

### **Financial Instruments**

Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost with the exception of investments which are held at fair value. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. Financial liabilities held at amortised cost comprise all creditors except social security and other taxes and provisions.

### **Investments**

Investments are stated at market value at the balance sheet date. Net gains and losses arising on revaluations and disposals are charged or credited to the Statement of Financial Activities.

**1. ACCOUNTING POLICIES (continued)**

**Debtors**

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

**Cash at bank and in hand**

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**Funds**

Unrestricted funds – these represent the initial investment in the Foundation available for distribution at the Trustees' discretion. A transfer is made to unrestricted funds each year representing 3.25% of the General Endowment fund capital allocated from the unapplied total return of the General Endowment.

Restricted funds – these represent the different projects that the Foundation supports, following the receipt of income specifically restricted to these projects – detailed in note 10. Transfers are made each year representing 3.25% of the Restricted Endowment fund capital and allocated to income from the unapplied total return of the Endowment Funds.

Endowment funds – these are funds that the donor has stated are to be held as capital or expended over the long term. The charitable company acts as corporate trustee of the permanent endowment funds and accordingly these are reflected in the financial statements.

**2. VOLUNTARY INCOME**

|           | Unrestricted<br>2025<br>£ | Restricted<br>2025<br>£ | Endowment<br>2025<br>£ | Total<br>2025<br>£ |
|-----------|---------------------------|-------------------------|------------------------|--------------------|
| Legacies  | 150,250                   | -                       | -                      | 150,250            |
| Donations | 1,020                     | 100,000                 | -                      | 101,020            |
|           | <b>151,270</b>            | <b>100,000</b>          | <b>-</b>               | <b>251,270</b>     |
|           | Unrestricted<br>2024<br>£ | Restricted<br>2024<br>£ | Endowment<br>2024<br>£ | Total<br>2024<br>£ |
| Legacies  | 89,628                    | -                       | -                      | 89,628             |
| Donations | 3,058                     | -                       | -                      | 3,058              |
|           | <b>92,686</b>             | <b>-</b>                | <b>-</b>               | <b>92,686</b>      |

**3. EXPENDITURE**

| a. Charitable activities               | Unrestricted<br>2025<br>£ | Restricted<br>2025<br>£ | Endowment<br>2025<br>£ | Total<br>2025<br>£ |
|--|---------------------------|-------------------------|------------------------|--------------------|
| <b>Grants payable:</b>                 |                           |                         |                        |                    |
| Curatorial and Exhibitions             | -                         | 477,000                 | -                      | 477,000            |
| General Activities                     | 34,000                    | -                       | -                      | 34,000             |
| Capital Projects                       |                           | 500,000                 |                        | 500,000            |
| Governance costs                       | 14,249                    | -                       | -                      | 14,249             |
| Insurance                              | 1,034                     | -                       | -                      | 1,034              |
| Bank charges                           | 1                         | -                       | -                      | 1                  |
| Accounting and administrative services | 9,879                     | -                       | -                      | 9,879              |
| Investment management fees             | 63,369                    | 90,724                  | 117,344                | 271,437            |
|  | <b>122,532</b>            | <b>1,067,724</b>        | <b>117,344</b>         | <b>1,307,600</b>   |
| b. Charitable activities               | Unrestricted<br>2024<br>£ | Restricted<br>2024<br>£ | Endowment<br>2024<br>£ | Total<br>2024<br>£ |
| <b>Grants payable:</b>                 |                           |                         |                        |                    |
| Curatorial and Exhibitions             | -                         | 574,000                 | -                      | 574,000            |
| General Activities                     | 83,100                    | -                       | -                      | 83,100             |
| Governance costs                       | 16,398                    | -                       | -                      | 16,398             |
| Insurance                              | 961                       | -                       | -                      | 961                |
| Bank charges                           | 50                        | -                       | -                      | 50                 |
| Accounting and administrative services | 7,200                     | -                       | -                      | 7,200              |
| Investment management fees             | 32,129                    | 48,269                  | 64,568                 | 144,966            |
|  | <b>139,838</b>            | <b>622,269</b>          | <b>64,568</b>          | <b>826,675</b>     |

**4. TRUSTEES**

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Foundation during the year (2024-25: nil).

**5. INVESTMENTS**

|   | 2025<br>£         | 2024<br>£         |
|---|-------------------|-------------------|
| Market value of investments at 1 April      | 53,289,054        | 49,096,367        |
| Additions at cost                           | 100,000           | -                 |
| Disposals at market value                   | -                 | (574,000)         |
| Gains/(Losses) on investments (net of fees) | 1,030,894         | 4,766,687         |
| Market value of investments at 31 March     | <u>54,419,948</u> | <u>53,289,054</u> |

**6. DEBTORS**

|                | 2025<br>£      | 2024<br>£     |
|----------------|----------------|---------------|
| Accrued income | 145,750        | 89,628        |
| Prepayments    | 809            | 767           |
|                | <u>146,559</u> | <u>90,395</u> |

**7. CREDITORS: amounts falling due within one year**

|          | 2025<br>£     | 2024<br>£     |
|----------|---------------|---------------|
| Accruals | 12,378        | 67,219        |
|          | <u>12,378</u> | <u>67,219</u> |

**8. NET ASSETS BETWEEN FUNDS**

|  | <b>Unrestricted<br/>2025<br/>£</b> | <b>Restricted<br/>2025<br/>£</b> | <b>Endowment<br/>2025<br/>£</b> | <b>Total<br/>2025<br/>£</b> |
|--|------------------------------------|----------------------------------|---------------------------------|-----------------------------|
| <b>Fund balances at 31 March are represented by:</b> |                                    |                                  |                                 |                             |
| Non-Current assets                                   | 7,946,195                          | 23,510,935                       | 22,962,818                      | 54,419,948                  |
| Current assets                                       | 355,220                            | 938,181                          | -                               | 1,293,401                   |
| Current liabilities                                  | (12,378)                           | -                                | -                               | (12,378)                    |
| Net assets   | <b>8,289,037</b>                   | <b>24,449,116</b>                | <b>22,962,818</b>               | <b>55,700,971</b>           |

|  | <b>Unrestricted<br/>2024<br/>£</b> | <b>Restricted<br/>2024<br/>£</b> | <b>Endowment<br/>2024<br/>£</b> | <b>Total<br/>2024<br/>£</b> |
|--|------------------------------------|----------------------------------|---------------------------------|-----------------------------|
| <b>Fund balances at 31 March are represented by:</b> |                                    |                                  |                                 |                             |
| Non-Current assets                                   | 7,394,365                          | 22,814,611                       | 23,080,078                      | 53,289,054                  |
| Current assets                                       | 597,378                            | 1,635,757                        | -                               | 2,233,135                   |
| Current liabilities                                  | (67,218)                           | -                                | -                               | (67,218)                    |
| Net assets   | <b>7,924,525</b>                   | <b>24,450,368</b>                | <b>23,080,078</b>               | <b>55,454,971</b>           |

THE V&A FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2025

9. FUNDS

| FUNDS                                  | At 1 April<br>2024 | Incoming<br>resources | Resources<br>expended | Transfers | Investment<br>gains/(losses) | At 31<br>March<br>2025 |
|--|--------------------|-----------------------|-----------------------|-----------|------------------------------|------------------------|
| <b>Restricted funds</b>                |                    |                       |                       |           |                              |                        |
| Curatorial and Exhibitions             | 356,536            | 100,000               | (477,513)             | 530,007   | 3,396                        | 512,426                |
| Jameel Gallery                         | 2,175,442          | -                     | -                     | -         | -                            | 2,175,442              |
| Refurbishment Fund                     |                    |                       |                       |           |                              |                        |
| Safeguarding the<br>Collection         | 21,918,390         | -                     | (590,211)             | -         | 433,069                      | 21,761,248             |
| <b>Expendable endowment<br/>funds</b>  |                    |                       |                       |           |                              |                        |
| Jewellery curator post                 | 1,470,538          | -                     | (7,477)               | -         | 35,892                       | 1,498,954              |
| Illustration award                     | 242,013            | -                     | (1,230)               | -         | 5,907                        | 246,689                |
| Catalyst - Art Jameel                  | 2,045,160          | -                     | (10,398)              | (430,000) | 49,917                       | 1,654,679              |
| Catalyst - Fashion                     | 71,438             | -                     | (363)                 | (14,001)  | 1,744                        | 58,818                 |
| Catalyst - Iranian                     | 867,603            | -                     | (4,411)               | (28,000)  | 21,176                       | 856,368                |
| Treasures                              |                    |                       |                       |           |                              |                        |
| Catalyst - Porter                      | 201,644            | -                     | (1,025)               | (39,006)  | 4,922                        | 166,535                |
| Catalyst - General fund                | 109,663            | -                     | (558)                 | (33,232)  | 2,677                        | 78,548                 |
| Elizabeth Gage Curator of<br>Jewellery | 920,102            | -                     | (4,678)               | (19,000)  | 22,457                       | 918,881                |
| <b>Permanent endowment<br/>funds</b>   |                    |                       |                       |           |                              |                        |
| Art Jameel                             | 12,375,279         | -                     | (62,919)              | -         | 302,048                      | 12,614,409             |
| Fashion                                | 359,369            | -                     | (1,827)               | -         | 8,771                        | 366,313                |
| Iranian Treasures                      | 2,505,894          | -                     | (12,740)              | -         | 61,162                       | 2,554,316              |
| Porter                                 | 998,527            | -                     | (5,077)               | -         | 24,371                       | 1,017,821              |
| General fund                           | 912,850            | -                     | (4,641)               | -         | 22,280                       | 930,489                |
| <b>Unrestricted funds</b>              | 7,924,524          | 151,270               | (122,534)             | 33,232    | 302,543                      | 8,289,042              |
|  | <b>55,454,971</b>  | <b>251,270</b>        | <b>(1,307,602)</b>    | <b>-</b>  | <b>1,302,332</b>             | <b>55,700,971</b>      |



THE V&A FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2025

9. FUNDS (continued)

| FUNDS                               | At 1 April<br>2023 | Incoming<br>resources | Resources<br>expended | Transfers | Investment<br>gains/(losses) | At 31<br>March 2024 |
|-------------------------------------|--------------------|-----------------------|-----------------------|-----------|------------------------------|---------------------|
| <b>Restricted funds</b>             |                    |                       |                       |           |                              |                     |
| Curatorial and Exhibitions          | 306,789            | -                     | (574,000)             | 623,747   | -                            | 356,536             |
| Jameel Gallery Refurbishment Fund   | 2,175,442          | -                     | -                     | -         | -                            | 2,175,442           |
| Safeguarding the Collection         | 20,456,784         | -                     | (48,269)              | -         | 1,509,875                    | 21,918,390          |
| <b>Expendable endowment funds</b>   |                    |                       |                       |           |                              |                     |
| Jewellery curator post              | 1,402,094          | -                     | (4,187)               | (69,000)  | 141,631                      | 1,470,538           |
| Illustration award                  | 225,872            | -                     | (675)                 | (6,000)   | 22,816                       | 242,013             |
| Catalyst - Art Jameel               | 2,260,564          | -                     | (6,752)               | (437,000) | 228,348                      | 2,045,160           |
| Catalyst - Fashion                  | 67,072             | -                     | (200)                 | (2,209)   | 6,775                        | 71,438              |
| Catalyst - Iranian Treasures        | 720,725            | -                     | (2,153)               | 76,228    | 72,803                       | 867,603             |
| Catalyst - Porter                   | 189,319            | -                     | (566)                 | (6,233)   | 19,124                       | 201,644             |
| Catalyst - General fund             | 102,987            | -                     | (307)                 | (3,420)   | 10,403                       | 109,663             |
| Elizabeth Gage Curator of Jewellery | 894,425            | -                     | (2,672)               | (62,000)  | 90,349                       | 920,102             |
| <b>Permanent endowment funds</b>    |                    |                       |                       |           |                              |                     |
| Art Jameel                          | 11,270,470         | -                     | (33,665)              | -         | 1,138,474                    | 12,375,279          |
| Fashion                             | 337,242            | -                     | (1,007)               | (10,932)  | 34,066                       | 359,369             |
| Iranian Treasures                   | 2,351,601          | -                     | (7,024)               | (76,227)  | 237,544                      | 2,505,894           |
| Porter                              | 937,045            | -                     | (2,799)               | (30,374)  | 94,655                       | 998,527             |
| General fund                        | 856,644            | -                     | (2,559)               | (27,768)  | 86,533                       | 912,850             |
| <b>Unrestricted funds</b>           | 6,722,227          | 92,686                | (139,838)             | 31,188    | 1,218,261                    | 7,924,524           |
|                                     | <b>51,277,301</b>  | <b>92,686</b>         | <b>(826,673)</b>      | <b>-</b>  | <b>4,911,657</b>             | <b>55,454,971</b>   |

**Curatorial and Exhibitions** These represent funds to be applied towards specific curatorial and exhibitions activities. Grants are made following successful applications to the Trustees.

**Jameel Gallery Refurbishment Fund** is set aside for the refurbishment of this gallery space.

**Safeguarding the Collection** this donation was made to enable the ongoing safekeeping and accessibility of the V&A Museum's collection

**Endowment Funds** The endowment funds have been provided to support specific posts within the V&A, as well as the general activities of the Charity. The charitable company is the Corporate Trustee of the permanent endowment funds and the transactions and balances relating to these funds are reflected in the financial statements accordingly.

**Transfers** A portion of investment returns on Endowment funds are allocated to the relevant Restricted funds and are available to spend.

**10. PERMANENT ENDOWMENT FUNDS – SUMMARY OF TOTAL RETURN MOVEMENTS**

|   | Art Jameel        | Fashion        | Iran             | Porter           | General        | Total             |
|---|-------------------|----------------|------------------|------------------|----------------|-------------------|
| <b>At 1 April 2024</b>                                      |                   |                |                  |                  |                |                   |
| <b>Trust for investment</b>                                 |                   |                |                  |                  |                |                   |
| Gift component of the permanent endowment                   | 10,300,000        | 268,892        | 1,875,000        | 750,000          | 683,823        | 13,877,715        |
| Inflationary uplift   | 3,118,096         | 90,477         | 630,894          | 248,527          | 229,026        | 4,317,020         |
| Unapplied total return                                      | (1,042,817)       | -              | -                | -                | -              | (1,042,817)       |
| <b>Total</b>  | <b>12,375,279</b> | <b>359,369</b> | <b>2,505,894</b> | <b>998,527</b>   | <b>856,649</b> | <b>17,151,918</b> |
| <b>Movements in the reporting period</b>                    |                   |                |                  |                  |                |                   |
| Gift of endowment funds                                     | -                 | -              | -                | -                | -              | -                 |
| Investment return: realised and unrealised gains            | 302,048           | 8,771          | 61,162           | 24,371           | 22,280         | 418,633           |
| Less: investment management costs                           | (62,919)          | (1,827)        | (12,740)         | (5,077)          | (4,641)        | (87,204)          |
| <b>Total</b>  | <b>239,129</b>    | <b>6,944</b>   | <b>48,422</b>    | <b>19,295</b>    | <b>17,639</b>  | <b>331,429</b>    |
| Income paid out to restricted funds in the reporting period | -                 | -              | -                | -                | -              | -                 |
| Transfer to expendable endowment                            | -                 | -              | -                | -                | -              | -                 |
| <b>Net movement in the reporting period:</b>                | <b>239,129</b>    | <b>6,944</b>   | <b>48,422</b>    | <b>19,295</b>    | <b>17,639</b>  | <b>331,429</b>    |
| <b>At 31 March 2025</b>                                     |                   |                |                  |                  |                |                   |
| <b>Trust for investment</b>                                 |                   |                |                  |                  |                |                   |
| Gift component of the permanent endowment                   | 10,300,000        | 268,892        | 1,875,000        | 750,000          | 683,823        | 13,877,715        |
| Inflationary uplift   | 3,538,855         | 102,695        | 716,095          | 282,476          | 260,064        | 4,900,185         |
| Unapplied total return                                      | (1,224,447)       | (5,274)        | (36,779)         | (14,655)         | (13,398)       | (1,294,553)       |
| <b>Total</b>  | <b>12,614,408</b> | <b>366,313</b> | <b>2,554,316</b> | <b>1,017,821</b> | <b>930,489</b> | <b>17,483,347</b> |

## 10. PERMANENT ENDOWMENT FUNDS – SUMMARY OF TOTAL RETURN MOVEMENTS (continued)

|   | Art Jameel        | Fashion        | Iran             | Porter         | General        | Total              |
|---|-------------------|----------------|------------------|----------------|----------------|--------------------|
| <b>At 1 April 2023</b>                                      |                   |                |                  |                |                |                    |
| Trust for investment  |                   |                |                  |                |                |                    |
| Gift component of the permanent endowment                   | 10,300,000        | 268,892        | 1,875,000        | 750,000        | 683,823        | <b>13,877,715</b>  |
| Inflationary uplift   | 2,689,818         | 77,662         | 541,533          | 212,919        | 196,473        | <b>3,718,405</b>   |
| Unapplied total return                                      | (1,719,348)       | (9,312)        | (64,932)         | (25,874)       | (23,652)       | <b>(1,843,118)</b> |
| <b>Total</b>  | <b>11,270,470</b> | <b>337,242</b> | <b>2,351,601</b> | <b>937,045</b> | <b>856,644</b> | <b>15,753,002</b>  |
| <b>Movements in the reporting period</b>                    |                   |                |                  |                |                |                    |
| Gift of endowment funds                                     | -                 | -              | -                | -              | -              | -                  |
| Investment return: realised and unrealised gains            | 1,138,474         | 34,066         | 237,544          | 94,655         | 86,533         | <b>1,591,272</b>   |
| Less: investment management costs                           | (33,665)          | (1,007)        | (7,024)          | (2,799)        | (2,559)        | <b>(47,054)</b>    |
| <b>Total</b>  | <b>1,104,809</b>  | <b>33,059</b>  | <b>230,520</b>   | <b>91,856</b>  | <b>83,974</b>  | <b>1,544,218</b>   |
| Income paid out to restricted funds in the reporting period | -                 | (10,933)       | -                | -              | -              | <b>(10,933)</b>    |
| Transfer to expendable endowment                            | -                 | -              | (76,227)         | (30,374)       | (27,768)       | <b>(134,369)</b>   |
| <b>Net movement in the reporting period:</b>                | <b>1,104,809</b>  | <b>22,126</b>  | <b>154,293</b>   | <b>61,482</b>  | <b>56,206</b>  | <b>1,398,916</b>   |
| <b>At 31 March 2024</b>                                     |                   |                |                  |                |                |                    |
| Trust for investment  |                   |                |                  |                |                |                    |
| Gift component of the permanent endowment                   | 10,300,000        | 268,892        | 1,875,000        | 750,000        | 683,823        | <b>13,877,715</b>  |
| Inflationary uplift   | 3,118,096         | 90,477         | 630,894          | 248,527        | 229,026        | <b>4,317,020</b>   |
| Unapplied total return                                      | (1,042,817)       | -              | -                | -              | -              | <b>(1,042,817)</b> |
| <b>Total</b>  | <b>12,375,279</b> | <b>359,369</b> | <b>2,505,894</b> | <b>998,527</b> | <b>912,849</b> | <b>17,151,918</b>  |

**10. PERMANENT ENDOWMENT FUNDS – SUMMARY OF TOTAL RETURN MOVEMENTS (continued)**

The Charity Trustees have exercised their powers to adopt a total return approach under section 104A of the Charities Act 2011 as amended by the Trust (Capital and Income) Act 2013.

The terms of the Jameel Endowment require an inflationary uplift based on CPI to be added to the value of the Trust for investment and this is not available for distribution. The inflationary uplift for the year was £420,759 (2024: £428,728). In accordance with the terms of the Jameel Trust deed, any surplus total return over and above the inflationary uplift and the 3.25% of the opening capital value spending rule is transferred to the Jameel refurbishment fund which is treated as a restricted income fund and shown in Note 10 to the financial statements.

The terms of the other endowments do not require an inflationary uplift; however, the trustees have adopted a policy of maintaining the real value of the trusts for investment and therefore a similar treatment has been applied.

**11. RELATED PARTY TRANSACTIONS**

The Foundation has one Trustee in common with the Victoria and Albert Museum. While the museum provides accounting and administrative services, these are charged for on an arm's length basis and the Foundation is run independently from, and is not controlled by, the museum. During the year grants of £977,000 were payable by the Foundation to the Museum (2024: £574,000). At year end no grant remained to be paid over to the museum. (2024: £nil)

**12. POST BALANCE SHEET EVENT**

There were no post balance sheet events.