
THE PAOLOZZI FOUNDATION

**UNAUDITED
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

THE PAOLOZZI FOUNDATION

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THE PAOLOZZI FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2025

Trustees David Ross, Chairman
Adrian Barr-Smith, Secretary
Toby Treves
Ann Gallagher
Daniel Herrmann

Charity registered number 1162290

Principal office Calder & Co
30 Orange Street
London
WC2H 7HF

Accountants Calder & Co
Chartered Accountants
30 Orange Street
London
WC2H 7HF

Investment Managers Evelyn Partners
45 Gresham Street
London
EC2V 7BG

THE PAOLOZZI FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025

The Trustees present their annual report together with the financial statements of the The Paolozzi Foundation for the 1 April 2024 to 31 March 2025.

Objectives and activities

a. Policies and objectives

The principal objective of the foundation is to advance the education of the public by the promotion of their appreciation of the fine arts and, in particular, the works of Sir Eduardo Paolozzi. The Trustees' policy is to utilize the assets held by the Charity to achieve this objective.

b. Activities undertaken to achieve objectives

Following the death of Sir Eduardo Paolozzi in April 2005 and the significant legacies received, the Trustees continually review the most appropriate methods of generating the funds necessary to achieve their objectives.

Achievements and performance

a. Key performance indicators

The Foundation generates income from sales of artwork, royalties and licences. In the period to 31st March 2025, income of £50,379 was earned as well as investment income of £17,271. Designated income donations of £51,798 were also received during the year.

b. Review of activities

Waldfrieden Skulpture Park, Wuppertal

The Foundation supported the catalogue publication and exhibition from August 2024 of Paolozzi's work at Tony Cragg's gallery in Wuppertal, Germany.

"Head of Oscar Wilde"

This sculpture was installed on Dovehouse Green, Chelsea and later unveiled on 10 October 2024 by Sir Christopher Frayling and Gyles Brandreth, President of the Oscar Wilde Society.

The Foundation is funding the production of a short film about the casting and installation of the work.

Nevill Holt

The Foundation supported the exhibition of work by Paolozzi assembled at Nevill Holt in Leicestershire during June 2024.

Publications

The Trustees believe that both publishing projects (Paolozzi's prints and his metal sculptures) are progressing. The scale of the latter means that publication date remains some way ahead and the level of support required will be significant.

Novotel, Edinburgh

As trade mark owner, the Foundation has licensed the use of the name "Paolozzi" by the hotel in its revamped bar area.

Artificial Intelligence (AI)

The Foundation is supportive of concerns, expressed to Government on behalf of UK's creative industries, about the developmental use or "scraping" of copyright works.

Artists and their heirs are understandably alarmed that current legislative proposals will significantly reduce their ability to control and monetise their creative output.

THE PAOLOZZI FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

Achievements and performance (continued)

c. Factors relevant to achieve objectives

The principal mechanisms which enable the Foundation to achieve its objectives are the public exhibition of works of art, in particular those by Sir Eduardo Paolozzi, and activities in print and other media. Since the Foundation does not itself actively trade, it requires the cooperation and support of art historians and others. It is then able to respond to initiatives with funding and / or other support, utilising reserves which it holds.

d. Investment policy and performance

The fund value at the year end was £1,012,905. The Trustees are taking a long term view on the investments and no immediate changes are planned. Income of £17,271 was generated in the period compared to £17,144 in the previous year.

Financial review

a. Going concern

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

b. Reserves policy

The Foundation needs to maintain reserves in order to fund conservation and storage of artwork. However, there is no intention to hold significant reserves for the long-term and grants and/or donations will be made as appropriate.

Structure, governance and management

a. Constitution

The Paolozzi Foundation is a registered charity, number 1162290, and is constituted as a charitable incorporated organisation.

b. Methods of appointment or election of Trustees

The management of Foundation is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Organisational structure and decision-making policies

The Foundation is managed by the Trustees with the assistance of a qualified Treasurer. All decisions are made by the Trustees at regular meetings held not less than three times a year. The Foundation has no employees.

THE PAOLOZZI FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

Structure, governance and management (continued)

d. Related party relationships

During the period, no Trustee received remuneration or benefits in kind. Routine expenses were reimbursed.

e. Financial risk management

The Trustees have assessed the major risks to which the Foundation is exposed, in particular those related to the operations and finances of the Foundation, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Funds held as custodian

There are no funds held as custodian for other parties.

Statement of Trustees' responsibilities

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

THE PAOLOZZI FOUNDATION

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

Statement of Trustees' responsibilities (continued)

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on 29 September 2025 and signed on their behalf by:



Adrian Barr-Smith
Secretary

THE PAOLOZZI FOUNDATION

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 MARCH 2025

Independent examiner's report to the Trustees of The Paolozzi Foundation ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2025.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed

Responsibilities and basis of report

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

As permitted by Direction 2, issued by the Charity Commission the firm for which I work has provided the charity with bookkeeping services during the year ended 31 March 2024. As a consequence I have followed the requirement of the FRC's Ethical Standard when undertaking this assignment.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the financial statements. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the financial statements present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

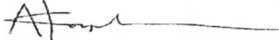
I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

THE PAOLOZZI FOUNDATION

INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed: 

Dated: 29 September 2025

A Koupland

ACA

CALDER & CO
Chartered Accountants
30 Orange Street
London
WC2H 7HF

THE PAOLOZZI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income from:					
Donations and legacies	2	-	51,798	51,798	274,387
Other trading activities	3	50,379	-	50,379	52,420
Investments	4	17,271	-	17,271	17,144
Other income		-	-	-	9
Total income		67,650	51,798	119,448	343,960
Expenditure on:					
Charitable activities	7	96,026	72,022	168,048	285,555
Total expenditure		96,026	72,022	168,048	285,555
Net (expenditure)/income before net (losses)/gains on investments					
		(28,376)	(20,224)	(48,600)	58,405
Net (losses)/gains on investments	9	(11,939)	-	(11,939)	122,987
Net movement in funds		(40,315)	(20,224)	(60,539)	181,392
Reconciliation of funds:					
Total funds brought forward		2,185,582	53,703	2,239,285	2,057,893
Net movement in funds		(40,315)	(20,224)	(60,539)	181,392
Total funds carried forward		2,145,267	33,479	2,178,746	2,239,285

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

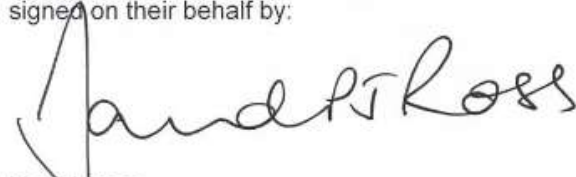
The notes on pages 10 to 18 form part of these financial statements.

THE PAOLOZZI FOUNDATION

BALANCE SHEET
AS AT 31 MARCH 2025

	Note	2025 £	2024 £
Fixed assets			
Investments	11	1,012,905	1,015,571
		<u>1,012,905</u>	<u>1,015,571</u>
Current assets			
Stocks	12	1,056,587	1,071,037
Debtors	13	7,051	18,336
Cash at bank and in hand		113,186	147,959
		<u>1,176,824</u>	<u>1,237,332</u>
Current liabilities			
Creditors: amounts falling due within one year	14	(10,983)	(13,618)
		<u>2,178,746</u>	<u>2,239,285</u>
Net current assets			
		<u>2,178,746</u>	<u>2,239,285</u>
Total net assets		<u>2,178,746</u>	<u>2,239,285</u>
Charity funds			
Restricted funds	15	33,479	53,703
Unrestricted funds	15	2,145,267	2,185,582
		<u>2,178,746</u>	<u>2,239,285</u>
Total funds		<u>2,178,746</u>	<u>2,239,285</u>

The financial statements were approved and authorised for issue by the Trustees on 29 September 2025 and signed on their behalf by:



David Ross
Chairman

The notes on pages 10 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

1.2 Income

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

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

1.3 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.

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

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

1.4 Interest receivable

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

1.5 Investments

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

1. Accounting policies (continued)

1.6 Stocks and work in progress

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

1.7 Debtors

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

1.8 Cash at bank and in hand

Cash at bank and 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.

1.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.10 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.11 Fund accounting

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

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

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

THE PAOLOZZI FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

2. Income from donations and legacies

	Restricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Donations - Head of Oscar Wilde	51,798	51,798	274,387
	<u>51,798</u>	<u>51,798</u>	<u>274,387</u>

3. Charity trading Income

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Sale of artwork	5,000	5,000	-
Royalties	17,731	17,731	26,267
Licence agreement	27,648	27,648	26,153
	<u>50,379</u>	<u>50,379</u>	<u>52,420</u>

4. Investment income

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Investment income	17,047	17,047	16,810
Investment income from cash balances held	224	224	334
	<u>17,271</u>	<u>17,271</u>	<u>17,144</u>

5. Restricted costs

	Head of Oscar Wilde £	Total funds £	<i>Total funds 2024 £</i>
Sculpture costs	72,022	72,022	221,515
	<u>72,022</u>	<u>72,022</u>	<u>221,515</u>

THE PAOLOZZI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

6. Unrestricted costs

	Unrestricted costs 2025 £	Total funds 2025 £	Total funds 2024 £
Support Costs			
Storage costs	11,485	11,485	10,118
Research costs	-	-	4,350
Computer costs	265	265	342
Website costs	-	-	1,200
Art photography and filming	2,600	2,600	180
Book publishing	1,609	1,609	10,000
Other support costs	480	480	534
Entertaining	63	63	7,077
Stock value adjustment	14,450	14,450	-
	<hr/> 30,952	<hr/> 30,952	<hr/> 33,801
Governance costs			
Accountancy fees	9,050	9,050	9,435
Insurance	2,563	2,563	2,016
Investment management fees	10,277	10,277	9,365
Legal & professional fees	3,511	3,511	-
Bank Charges	76	76	113
Travel Costs	1,272	1,272	-
Carriage	2,324	2,324	310
	<hr/> 29,073	<hr/> 29,073	<hr/> 21,239
Total 2025	<hr/> <hr/> 60,025	<hr/> <hr/> 60,025	<hr/> <hr/> 55,040

THE PAOLOZZI FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

7. Analysis of expenditure on charitable activities

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Total 2024 £
Unrestricted costs	60,026	-	60,026	55,040
Restricted costs	-	72,022	72,022	221,515
Other donations	36,000	-	36,000	9,000
	<u>96,026</u>	<u>72,022</u>	<u>168,048</u>	<u>285,555</u>

8. Other donations

	2025 £	2024 £
Edinburgh University Travel Awards	6,000	6,000
Hospitalfield Trust - funding of loan of "Rio" sculpture	-	2,500
National Galleries of Scotland - purchase of artwork	-	500
Nevill Holt Exhibition	5,000	-
Cragg Exhibition	25,000	-
	<u>36,000</u>	<u>9,000</u>

9. Losses on listed investments

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Loss on disposal of listed investments	6,163	6,163	-
Revaluation loss on listed investments	5,776	5,776	(122,987)
	<u>11,939</u>	<u>11,939</u>	<u>(122,987)</u>

THE PAOLOZZI FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

10. Independent examiner's remuneration

The Independent Examiner's remuneration amounts to an Independent Examination fee of £3,100 and other accounting, bookkeeping and administration fees of £5,950 totalling £9,050

11. Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 April 2024	1,015,571
Additions	157,581
Disposals	(154,471)
Revaluations	(5,776)
	<u>1,012,905</u>
At 31 March 2025	<u>1,012,905</u>
Net book value	
At 31 March 2025	1,012,905
At 31 March 2024	<u>1,015,571</u>

12. Stocks

	2025 £	2024 £
Other works	142,500	142,500
Probate value of artwork donated from the estate of Sir Eduardo Paolozzi	914,087	928,537
	<u>1,056,587</u>	<u>1,071,037</u>

THE PAOLOZZI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

13. Debtors

	2025 £	2024 £
Due within one year		
Other debtors	-	11,299
Prepayments and accrued income	7,051	7,037
	<u>7,051</u>	<u>18,336</u>

14. Creditors: Amounts falling due within one year

	2025 £	2024 £
Trade creditors	2,838	7,980
Other taxation and social security	545	-
Accruals and deferred income	7,600	5,638
	<u>10,983</u>	<u>13,618</u>

THE PAOLOZZI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

15. Statement of funds

Statement of funds - current year

	Balance at 1 April 2024 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2025 £
Unrestricted funds					
General funds - all funds	2,185,582	67,650	(96,026)	(11,939)	2,145,267
Restricted funds					
Head of Oscar Wilde	53,703	51,798	(72,022)	-	33,479
Total of funds	2,239,285	119,448	(168,048)	(11,939)	2,178,746

Statement of funds - prior year

	Balance at 1 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2024 £
Unrestricted funds					
General funds - all funds	2,057,062	69,573	(64,040)	122,987	2,185,582
Restricted funds					
Head of Oscar Wilde	831	274,387	(221,515)	-	53,703
Total of funds	2,057,893	343,960	(285,555)	122,987	2,239,285

16. Restricted funds

The restricted funds account represents monies received and expended on "The Head of Oscar Wilde" which is a bronze sculpture, based on a maquette created by Sir Eduardo Paolozzi cast by Pangolin Editions.

THE PAOLOZZI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £
Fixed asset investments	1,012,905	-	1,012,905
Current assets	1,143,345	33,479	1,176,824
Creditors due within one year	(10,983)	-	(10,983)
Total	<u>2,145,267</u>	<u>33,479</u>	<u>2,178,746</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2024 £</i>	<i>Restricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Fixed asset investments	1,015,571	-	1,015,571
Current assets	1,183,629	53,703	1,237,332
Creditors due within one year	(13,618)	-	(13,618)
Total	<u>2,185,582</u>	<u>53,703</u>	<u>2,239,285</u>