

**Phillips Education Foundation Ltd**

**Charity No. 1163784**

**Company No. 08977155**

**Trustees' Report and Unaudited Accounts**

**30 April 2021**

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The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 30 April 2021.

## **REFERENCE AND ADMINISTRATIVE DETAILS**

**Company No. 08977155**

**Charity No. 1163784**

### **Registered Office**

1 The Courtyard  
Poundfield Road  
Chalvington  
East Sussex  
BN27 3TD

### **Directors and Trustees**

The Directors of the charitable company are its Trustees for the purposes of charity law. The following Directors and Trustees served during the year:

G.H. Phillips  
H.J. Phillips

### **Accountants**

Handley Roberts LLP  
1 The Courtyard  
Chalvington  
Hailsham  
East Sussex  
BN27 3TD

## **OBJECTIVES AND ACTIVITIES**

For the benefit & education of the public to carry out research into the education of persons with reading difficulties

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

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

G.H. Phillips  
Trustee  
15 December 2021

**Independent Examiner's Report to the trustees of Phillips Education Foundation Ltd**

I report to the charity trustees on my examination of the accounts of Phillips Education Foundation Ltd for the year ended 30 April 2021 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes.

**Responsibilities and basis of report**

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

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

**Independent examiner's statement**

As the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW.

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

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS 102).

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

Mr Douglas Shanks  
ICAEW  
Handley Roberts LLP  
1 The Courtyard  
Chalvington  
Hailsham  
East Sussex  
BN27 3TD  
15 December 2021

Phillips Education Foundation Ltd  
Statement of Financial Activities  
for the year ended 30 April 2021

		Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
	Notes			
<b>Income and endowments from:</b>				
Donations and legacies	4	1,151,000	1,151,000	755,999
<b>Total</b>		1,151,000	1,151,000	755,999
<b>Expenditure on:</b>				
Charitable activities	5	1,520,000	1,520,000	226,246
Other	7	200,740	200,740	286,514
<b>Total</b>		1,720,740	1,720,740	512,760
Net gains on investments		-	-	-
<b>Net (expenditure)/income</b>		(569,740)	(569,740)	243,239
Transfers between funds		-	-	-
<b>Net (expenditure)/income before other gains/(losses)</b>		(569,740)	(569,740)	243,239
<b>Other gains and losses</b>				
<b>Net movement in funds</b>		(569,740)	(569,740)	243,239
<b>Reconciliation of funds:</b>				
Total funds brought forward		680,937	680,937	437,698
<b>Total funds carried forward</b>		111,197	111,197	680,937

**Phillips Education Foundation Ltd**  
**Summary Income and Expenditure Account**  
**for the year ended 30 April 2021**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Income	1,151,000	756,000
<b>Gross income for the year</b>	<u>1,151,000</u>	<u>756,000</u>
Expenditure	1,720,740	512,761
<b>Total expenditure for the year</b>	<u>1,720,740</u>	<u>512,761</u>
Net (expenditure)/income before tax for the year	(569,740)	243,239
<b>Net (expenditure )/income for the year</b>	<u>(569,740)</u>	<u>243,239</u>

**Phillips Education Foundation Ltd****Balance Sheet****at 30 April 2021**

<b>Company No.</b>	<b>08977155</b>	<b>Notes</b>	<b>2021</b>	<b>2020</b>
			<b>£</b>	<b>£</b>
<b>Current assets</b>				
Cash at bank and in hand			111,197	680,937
			<u>111,197</u>	<u>680,937</u>
<b>Net current assets</b>			111,197	680,937
<b>Total assets less current liabilities</b>			<u>111,197</u>	<u>680,937</u>
<b>Net assets excluding pension asset or liability</b>			<u>111,197</u>	<u>680,937</u>
<b>Total net assets</b>			<u>111,197</u>	<u>680,937</u>
<b>The funds of the charity</b>				
<b>Restricted funds</b>		8		
<b>Unrestricted funds</b>		8		
General funds			111,197	680,937
			<u>111,197</u>	<u>680,937</u>
<b>Reserves</b>		8		
<b>Total funds</b>			<u>111,197</u>	<u>680,937</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 30 April 2021 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

Approved by the board on 15 December 2021

And signed on its behalf by:

G.H. Phillips

Trustee

15 December 2021

Phillips Education Foundation Ltd  
Statement of Cash flows  
for the year ended 30 April 2021

	2021 £	2020 £
<b>Cash flows from operating activities</b>		
Net (expenditure)/income per Statement of Financial Activities	(569,740)	243,239
<b>Net cash (used in)/provided by operating activities</b>	<u>(569,740)</u>	<u>243,239</u>
<b>Net cash from investing activities</b>	<u>-</u>	<u>-</u>
<b>Net cash from financing activities</b>	<u>-</u>	<u>-</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(569,740)	243,239
<b>Cash and cash equivalents at the beginning of the year</b>	680,937	446,183
<b>Cash and cash equivalents at the end of the year</b>	<u>111,197</u>	<u>689,422</u>
<b>Components of cash and cash equivalents</b>		
Cash and bank balances	111,197	680,937
	<u>111,197</u>	<u>680,937</u>



## 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.

### Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

### Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

### Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
Volunteer help	The value of any volunteer help received is not included in the accounts.
Investment income	This is included in the accounts when receivable.
Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.

Notes to the Accounts

**Expenditure**

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

**2 Company status**

The company is a private company limited by guarantee and consequently does not have share capital.

3 Statement of Financial Activities - prior year

	Unrestricted funds 2020 £	Total funds 2020 £
<b>Income and endowments from:</b>		
Donations and legacies	756,000	756,000
<b>Total</b>	<u>756,000</u>	<u>756,000</u>
<b>Expenditure on:</b>		
Charitable activities	226,247	226,247
Other	286,514	286,514
<b>Total</b>	<u>512,761</u>	<u>512,761</u>
<b>Net income</b>	<u>243,239</u>	<u>243,239</u>
<b>Net income before other gains/(losses)</b>	243,239	243,239
<b>Other gains and losses:</b>		
<b>Net movement in funds</b>	<u>243,239</u>	<u>243,239</u>
<b>Reconciliation of funds:</b>		
Total funds brought forward	446,183	446,183
<b>Total funds carried forward</b>	<u>689,422</u>	<u>689,422</u>

4 Income from donations and legacies

	Unrestricted £	Total 2021 £	Total 2020 £
Gordon Phillips	193,000	193,000	505,999
Hilary Phillips	192,000	192,000	250,000
Gordon & Hilary Phillips	766,000	766,000	-
	<u>1,151,000</u>	<u>1,151,000</u>	<u>755,999</u>

5 Expenditure on charitable activities

	Unrestricted £	Total 2021 £	Total 2020 £
<i>Expenditure on charitable activities</i>			
Grants made	1,520,000	1,520,000	226,246
<i>Governance costs</i>	<u>1,520,000</u>	<u>1,520,000</u>	<u>226,246</u>

6 Analysis of grants

Activity or programme	Grants to Institutions	Total 2021	Total 2020
	£	£	£
Duke of Edinburgh	1,500,000	1,500,000	112,500
Princes Trust	-	-	25,000
Other	-	-	88,746
Royal Marsden	20,000	20,000	-
	<u>1,520,000</u>	<u>1,520,000</u>	<u>226,246</u>

Activity or programme	Activities undertaken directly	Total 2021	Total 2020
	£	£	£
Duke of Edinburgh	1,500,000	1,500,000	112,500
Princes Trust	-	-	25,000
Other	-	-	88,746
Royal Marsden	20,000	20,000	-
	<u>1,520,000</u>	<u>1,520,000</u>	<u>226,246</u>

7 Other expenditure

	Unrestricted	Total 2021	Total 2020
	£	£	£
Direct Costs	200,667	200,667	285,836
General administrative costs	73	73	678
	<u>200,740</u>	<u>200,740</u>	<u>286,514</u>

8 Movement in funds

	At 1 May 2020	Incoming resources (including other gains/losses)	Resources expended	At 30 April 2021
	£	£	£	£
<b>Restricted funds:</b>				
<b>Unrestricted funds:</b>				
<b>General funds</b>	680,937	1,151,000	(1,720,740)	111,197
<b>Revaluation Reserves:</b>				
<b>Total funds</b>	<u>680,937</u>	<u>1,151,000</u>	<u>(1,720,740)</u>	<u>111,197</u>

9 Analysis of net assets between funds

	Unrestricted funds	Total
	£	£
Net current assets	111,197	111,197
	<u>111,197</u>	<u>111,197</u>

10 Reconciliation of net debt

	At 1 May 2020	Cash flows	At 30 April 2021
	£	£	£
Cash and cash equivalents	680,937	(569,740)	111,197
	<u>680,937</u>	<u>(569,740)</u>	<u>111,197</u>
Net debt	<u>680,937</u>	<u>(569,740)</u>	<u>111,197</u>

11 Related party disclosures

*Controlling party*

**Phillips Education Foundation Ltd**  
**Detailed Statement of Financial Activities**  
**for the year ended 30 April 2021**

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
<b>Income and endowments from:</b>			
Donations and legacies			
Gordon Phillips	193,000	193,000	505,999
Hilary Phillips	192,000	192,000	250,000
Gordon & Hilary Phillips	766,000	766,000	-
	<u>1,151,000</u>	<u>1,151,000</u>	<u>755,999</u>
<b>Total income and endowments</b>	1,151,000	1,151,000	755,999
<b>Expenditure on:</b>			
Charitable activities			
Grants made	1,520,000	1,520,000	226,246
	<u>1,520,000</u>	<u>1,520,000</u>	<u>226,246</u>
<b>Total of expenditure on charitable activities</b>	1,520,000	1,520,000	226,246
Other expenditure			
Direct Costs	200,667	200,667	285,836
	<u>200,667</u>	<u>200,667</u>	<u>285,836</u>
General administrative costs, including depreciation and amortisation			
Bank charges	73	73	86
Sundry expenses	-	-	592
	<u>73</u>	<u>73</u>	<u>678</u>
<b>Total of expenditure of other costs</b>	<u>200,740</u>	<u>200,740</u>	<u>286,514</u>
<b>Total expenditure</b>	1,720,740	1,720,740	512,760
Net gains on investments	-	-	-
	<u>(569,740)</u>	<u>(569,740)</u>	<u>243,239</u>
<b>Net (expenditure)/income</b>			
<b>Net (expenditure)/income before other gains/(losses)</b>	<u>(569,740)</u>	<u>(569,740)</u>	<u>243,239</u>
Other Gains	-	-	-
	<u>(569,740)</u>	<u>(569,740)</u>	<u>243,239</u>
<b>Net movement in funds</b>	<u>(569,740)</u>	<u>(569,740)</u>	<u>243,239</u>
<b>Reconciliation of funds:</b>			
Total funds brought forward	680,937	680,937	437,698
<b>Total funds carried forward</b>	<u>111,197</u>	<u>111,197</u>	<u>680,937</u>