

THE JD FOUNDATION
TRUSTEES' REPORT AND AUDITED ACCOUNTS

Registered charity number 1167090
Company number 09808812
For the year ended 31 January 2023

THE JD FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Traci Corrie
Neil Greenhalgh (resigned 1 March 2023)
Nigel Keen
Siobhan Mawdsley (resigned 22 September 2022)
Nicola Kowalczyk
Christopher Stephenson (resigned 15 December 2022)
Michael Armstrong (appointed 16 March 2023)

Chairperson

Traci Corrie

Company Number

09808812

Charity Number

1167090

Auditors

Barlow Andrews LLP
Carlyle House
78 Chorley New Road
Bolton
BL1 4BY

Bankers

Barclays
43 High Street
Sutton
Surrey
SM1 1DR

Solicitors

DLA Piper UK LLP
Princes Exchange
Princes Square
Leeds
LS1 4BY

Addleshaw Goddard LLP
One St Peter's Square
Manchester
M2 3DE

Registered Office

Edinburgh House
Hollinsbrook Way
Pilsworth
Bury
Lancashire
BL9 8RR

THE JD FOUNDATION

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THE JD FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JANUARY 2023

The Trustees present their annual report and financial statements for the year ended 31 January 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Structure, governance and management

Trustees

The trustees who served during the period were:

Traci Corrie
Neil Greenhalgh (resigned 1 March 2023)
Nigel Keen
Siobhan Mawdsley (resigned 22 September 2022)
Nicola Kowalczuk
Christopher Stephenson (resigned 15 December 2022)

Since the period ended Michael Armstrong was appointed as trustee on 16 March 2023.

Governing Document

The JD Foundation was incorporated on 4 October 2015 as a company limited by guarantee and is governed by its memorandum and articles of association. The company was subsequently registered as a charity with the Charity Commission on 13 May 2016.

The directors are trustees for the purposes of charity law and in this report are collectively referred to as the trustees. Responsibility for The JD Foundation's direction and affairs lies with the trustees.

Appointment of trustees, induction and training

The skill requirements for the trust body are reviewed and any vacancy arising is filled by consensus amongst the remaining trustees to meet the necessary criteria. When new trustees are appointed they are given an introduction to the work of the trust and provided with the information needed to fulfil their roles, which includes information about the role of trustees and charity law. Meetings take place at least twice a year to review the charity's financial matters and general operating management.

Objectives and activities

The JD Foundation's mission is to support youth charities working with disadvantaged young people affected by circumstance or illness.

Principal funding sources

The trust has 2 principal sources of income:

- 100% of the income net of VAT arising from the sale of single use carrier bags in JD Sports retail stores in England, Scotland, Wales, Northern Ireland.
- Micro-donations made by customers at the point of sale via our charity partner Pennies. These donations are received across all stores including JD, Size, Go Outdoors, Blacks, Millets and for 2022 included Tessuti & Scotts.

Charities Supported

This income is then distributed as follows:

- Mountain Rescue England & Wales – a specific donation reflecting 10% of the amount raised (net of VAT) from the sale of carrier bags in JD Sports retail stores in England & Wales.
- Scottish Mountain Rescue – a specific donation reflecting 10% of the amount raised (net of VAT) from the sale of carrier bags in JD Sports retail stores in Scotland.
- JD Foundation's nominated charities and other support projects – donations of varying amounts from the remaining 90% of the amount raised (net of VAT) from the sale of carrier bags in England, Wales and Scotland plus income from other sources of fundraising.

THE JD FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2023

The JD Foundation's nominated charities during the year to 31 January 2023 were:

- C.R.Y. (Cardiac Risk in the Young) Aaron James Dixon Memorial Fund
- Once Upon A Smile
- Salford Foundation
- Smiling Families
- Kidscape
- Manchester Youth Zone
- Papyrus
- YoungMinds
- Sport 4 Life UK
- Bolton Wanderers Community Trust
- Buddies of the Birches
- The Wellspring
- Sacriston Youth & Community Project
- HideOut
- Blueprint 4 All
- Unseen
- Harmony Youth Project
- Salford Foundation Trust
- Diane Modahl Sports Foundation
- The Wee Haven Project (WHY)
- The Raheem Sterling Foundation
- Sign Along With Us Foundation
- Scottish Mountain Rescue
- Mountain Rescue England & Wales

Financial review

The Statement of Financial Activities for the period is set out on page 9. Financial accounts are reviewed by all trustees regularly and the annual financial statements are subject to audit by registered auditors.

Achievements during the year

The period covered by this report and attached financial statements is 1 February 2022 to 31 January 2023. During this period the activity of The JD Foundation comprised the receipt of income from JD Sports Fashion Plc of £1,713,397 (2022: £662,195) and subsequent donations to the nominated youth and environmental charities of £657,317 (2022: £475,472).

During the year, we continued to support numerous organisations through our charitable donations, as outlined above and in note 5 to the accounts.

The Foundation produce a Social Impact Report guided by what our charities had to say about us and the support we had given to them individually. It was clear that we had achieved a positive lasting impact on our partner charities and alongside their recommendations we will continue to improve and develop The JD Foundation.

Principle funding source

The Foundation is dependent on all income net of VAT arising from the sale of single use carrier bags in JD stores in England, Scotland, Wales, Northern Ireland and other European countries, as well as micro-donations from customers at the store point of sale and colleague donations & fundraising.

Plans for the future

The trustees are committed to ensuring that the charity continues the activities outlined above in the forthcoming 12 months subject to satisfactory funding arrangements.

The JD Foundation has been steadily building its support of Charities across the UK since its inception in September of 2015. During this time, we have supported over 24 charity partners, succeeding in making a difference to young people within disadvantaged communities as well as significant donations to environmental charities. We have had a fantastic response from our JD colleagues supporting our school mentoring programme and with volunteering opportunities across numerous charity partners, which is an area we are keen to grow in coming years. The Foundation recognise the need to look forward, which involves us reflecting on what we have done well and how we can continue to improve on this.

THE JD FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2023

Over the next 12 months we will be redeveloping our strategy which will cover our continued work from 2024 onwards. Embedding the values of our parent company (JD Sports Fashion Plc) into this strategy will be paramount to ensuring we can continue to support young people from disadvantaged communities. As we progress into the final year of our current strategy we continue to work towards the goals and operational aims below:

Goal 1: Strengthen our culture

- Build our corporate engagement
- Develop our staff

Goal 2: Further our reach

- Raise our profile internally and externally
- Expand our reach nationally

Goal 3: Create sustainable charity partners

- Formalise our funding structure
- Continually monitor and evaluate

The JD Foundation and our parent company, JD Sports Fashion Plc. take the sustainability of our planet and the risks of modern slavery as serious issues which we look to address and support through both our Group and our Foundation. As part of the Foundation strategy, we will support these areas by raising money through our retail stores to support charities which are working with women and girls through our Together We Can campaign. This money has been ringfenced for distribution in the second half of 2023.

We are looking forward to the next phase of the JD Foundation in the knowledge that we can better support our communities, colleagues and consumers by reflecting on the work we have undertaken since JD Foundation was first formed in 2015 and upscaling the support and impact we can have across the UK.

Reserves

The trustees have reviewed the reserves of the trust. The policy is to meet its commitments given to specific nominated charities each year. Unrestricted general funds (free reserves) total £768,869 and designated funds total £565,558 at 31 January 2023.

The trustees confirm that they are ultimately accountable for setting and monitoring the level of reserves kept by the JD Foundation and will keep the reserves policy under review to ensure it remains appropriate.

Risk factors

The trustees have assessed the major risks to which The JD Foundation is exposed and have established systems and procedures to manage them. In particular fraud and financial control are kept under review. The trustees believe that all major risks are mitigated.

Related parties

The JD Foundation receives its income from, but is independent of, JD Sports Fashion Plc. The trustees take all decisions in the best interests of the furtherance of the charity and its charitable objectives.

Public benefit statement

The trustees confirm that The JD Foundation complied with the Charities Act 2011 in the period.

Each year, the trustees review the objectives and activities of the charity to ensure that they continue to reflect their aims and provide a public benefit. The trustees are satisfied that they do.

The trustees have paid due regard to guidance issued by the Charity Commission in relation to activities for the public benefit in deciding what activities the charity should undertake.

Disclosure of information to the auditors

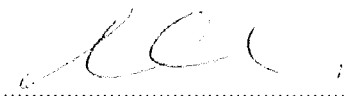
So far as we are aware, there is no relevant audit information of which The JD Foundation's auditor is unaware and we have taken all steps that we ought to have taken as trustees to make ourselves aware of any relevant audit information.

THE JD FOUNDATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

Auditors

A resolution for the reappointment of Barlow Andrews LLP as auditors is to be proposed at the forthcoming Annual General Meeting. The trustees recommend that Barlow Andrews LLP remain in office until further notice.

I declare in my capacity of charity trustee that the trustees have approved the report above and have authorised me to sign it on their behalf.


.....

Signed by Nicola Kowalczyk, Trustee

23 October 2023

THE JD FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JANUARY 2023

United Kingdom law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the incoming resources and application of the resources of the charity during the year and of its state of affairs at the end of the year. In preparing the accounts the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed; and
- prepare the accounts on the going concern basis unless it is inappropriate to assume that the charity will be able to continue to meet its objectives.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ascertain its financial position and to ensure that the accounts comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and 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 or other irregularities.

THE JD FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE JD FOUNDATION

Opinion

We have audited the financial statements of The JD Foundation for the year ended 31 January 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2023 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the 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 we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

THE JD FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE JD FOUNDATION

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

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 engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, employment and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

THE JD FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE JD FOUNDATION

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and
- understanding the design of the company's remuneration policies.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims.

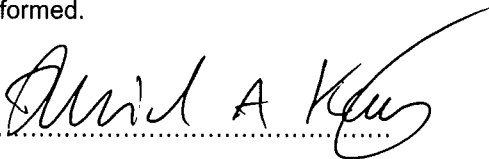
There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

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 charitable 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 anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Kay FCA (Senior Statutory Auditor)
For and on behalf of Barlow Andrews LLP

23 October 2023

Chartered Accountants and Statutory auditors
Carlyle House, 78 Chorley New Road, Bolton BL1 4BY

THE JD FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2023

	Notes	Unrestricted Funds £	Designated Funds £	Total 2023 £	Unrestricted funds £	Designated Funds £	Total 2022 £
Income from:							
Donations	2	953,829	759,568	1,713,397	602,652	59,543	662,195
Total income		953,829	759,568	1,713,397	602,652	59,543	662,195
Expenditure on:							
Charitable activities	5	(574,925)	(194,010)	(768,935)	(476,179)	(59,543)	(535,722)
Total expenditure		(574,925)	(194,010)	(768,935)	(476,179)	(59,543)	(535,722)
Net Income / (expenditure)		378,904	565,558	944,462	126,473	-	126,473
Transfers between funds		-	-	-	-	-	-
Net movement in funds		378,904	565,558	944,462	126,473	-	126,473
Fund balances brought forward		389,965	-	389,965	263,492	-	263,492
Fund balances carried forward		768,869	565,558	1,334,427	389,965	-	389,965

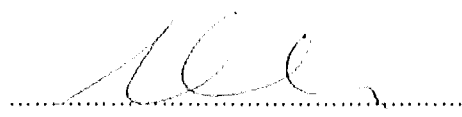
The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006. The charity has no recognised gains or losses other than the net movement in funds in the period. All results derive from continuing activities.

The notes on pages 12 to 16 form part of these financial statements.

THE JD FOUNDATION
BALANCE SHEET
AS AT 31 JANUARY 2023

	Notes	2023 £	2022 £
Current Assets			
Debtors	6	842,156	29,667
Cash at bank and in hand		518,308	368,519
		<u>1,360,464</u>	<u>398,186</u>
Current Liabilities			
Creditors	7	(26,037)	(8,221)
Total Net Assets		<u>1,334,427</u>	<u>389,965</u>
The Funds of the Charity			
Designated Funds	9	565,558	-
Unrestricted Funds	9	768,869	389,965
Total Charity Funds	9	<u>1,334,427</u>	<u>389,965</u>

The accounts were approved by the Board of Trustees on 23 October 2023 and signed on its behalf by:



Nicola Kowalczyk
Trustee

THE JD FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Net cash inflow / (outflow) from operating activities	10	473,637	180,720
Net cash used in investing activities		-	-
Net cash used in financing activities		-	-
Net increase / (decrease) in cash and cash equivalents		473,637	180,720
Cash and cash equivalents at beginning of year		368,519	187,799
Cash and cash equivalents at end of year		842,156	368,519

THE JD FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 JANUARY 2023

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Company information

The JD Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is Edinburgh House, Hollinsbrook Way, Bury, BL9 8RR.

Basis of preparation

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the regulations but which has since been withdrawn.

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

The accounts have been prepared on a going concern basis and on a historical cost basis under the accrual concept other than as stated below.

Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts. There are no material uncertainties about the charity's ability to continue.

Funds

Unrestricted funds are funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity.

Designated funds are those which have been set aside for specific expenditure, at the discretion of the charity.

Incoming resources

These are included in the Statement of Financial Activities (SOFA) when:

1. the charity becomes legally entitled to the benefit of use of the resources;
2. an inflow of economic benefit is probable; and
3. the monetary value can be measured with sufficient reliability.

Resources expended

Liabilities are recognised as soon as an outflow of economic benefit is probable.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable are accounted for when the trustees have accepted a legal or moral obligation and accounted for as resources expended in the Statement of Financial Activities. Governance costs include costs of the preparation and examination of statutory accounts.

Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

THE JD FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

1. Accounting policies (continued)

Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which includes cash and bank balances, are measured at transaction price.

Other financial assets

Financial assets classified as other financial assets are stated at fair value with any gains or losses arising on remeasurement recognised in the statement of financial activities.

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, which include other creditors, are recognised at transaction price.

2. Income from charitable activities

Current year:	Unrestricted Funds	Designated Funds	Total 2023 £
Donations from JD Sports Fashion Plc (UK Entities)	869,680	140,994	1,010,674
Donations from JD Sports Fashion Plc (European Entities)	-	192,398	192,398
Donations from Together We Can Campaign	-	241,601	241,601
Donations from Size Campaign	-	184,575	184,575
Donations from JD Sports Fashion Plc staff fundraising	84,149	-	84,149
	953,829	759,568	1,713,397

The donations made by JD Sports Fashion Plc. mainly relate to the income generated from the sale of carrier bags in JD Sports stores across England, Scotland, Wales, Northern Ireland.

Prior year:	Unrestricted Funds	Designated Funds	Total 2022 £
Donations from JD Sports Fashion Plc (UK Entities)	535,818	59,543	595,361
Donations from JD Sports Fashion Plc staff fundraising	66,834	-	66,834
	602,652	59,543	662,195

THE JD FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

3. Trustees and employees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the period. The foundation had two employees during the year (2022: one). The employee is employed by JD Sports Fashion Plc and wage costs are recharged to The JD Foundation.

	2023 £	2022 £
Wages and salaries	<u>75,843</u>	<u>46,655</u>

4. Related parties and related party transactions

There were no related party transactions during the year ended 31 January 2023 (2022: none).

5. Expenditure on charitable activities

Expenditure on charitable activities was primarily charitable donations. During the year, the trust made 33 donations (2022: 25) to the Foundation's nominated charities, in addition to the quarterly donations to the Mountain Rescue England and Wales and Scottish Mountain Rescue. Further donations are analysed by sector.

	2023 £	2022 £
Donations		
Mountain Rescue	96,631	67,043
Youth	306,750	225,179
Health	101,587	87,750
Social Services	64,800	43,650
Education	43,000	22,500
Other	44,549	29,350
	<u>657,317</u>	<u>475,472</u>
Support costs		
Staff costs (note 3)	75,843	46,655
Other support costs	32,775	10,595
	<u>108,618</u>	<u>57,250</u>
Governance costs		
Audit fees	3,000	3,000
Total charitable expenditure	<u>768,935</u>	<u>535,722</u>

'Other' donations include donations for memorials and fundraising events.

'Other support costs' include costs for audit fees, bank charges and other miscellaneous costs.

THE JD FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

6. Debtors

	2023	2022
	£	£
Prepayments and accrued income	<u>518,308</u>	<u>29,667</u>

Debtors include income due to the charity at the period end.

7. Creditors

	2023	2022
	£	£
Accruals and deferred income	<u>26,037</u>	<u>8,221</u>

Creditors include expenditure committed by the charity but not paid at the period end.

8. Financial instruments

	2023	2022
	£	£
Carrying amount of financial assets		
Measured at amortised cost	<u>842,156</u>	<u>368,519</u>
Carrying amount of financial liabilities		
Measured at amortised cost	<u>26,037</u>	<u>8,221</u>

9. Movement in funds

Current year:	Balance brought forward 01.02.22	Movement in funds			Balance carried forward 31.01.23
		Income	Expenditure	Transfers	
Designated Funds					
Mountain Rescue Organisations (1)	-	140,994	(96,631)	-	44,363
European Carrier Bag Donations (2)	-	192,398	-	-	192,398
Together We Can Campaign (3)	-	241,601	-	-	241,601
Size Campaign (4)	-	184,575	(97,379)	-	87,196
Unrestricted Funds	389,965	953,829	(574,925)	-	768,869
Total Funds	389,965	1,713,397	(768,935)	-	1,334,427

THE JD FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

9. Movement in funds (continued)

Unrestricted funds are represented by total net assets.

Designated funds are funds which the Trustees earmark specifically for the following each year:

- (1) Mountain Rescue Organisations receive a split of the total bag tax income to help save lives in the hills, mountains and moorlands of England, Scotland, and Wales.
- (2) European Carrier Bag – this money has been ringfenced until 2024 when we plan to deliver several initiatives across the EU in line with JD Foundation's Vision and Mission.
- (3) Together We Can Campaign – this funding will be distributed in the second half of 2023 to charities that are working to support women & girls across the UK.
- (4) Size Campaign – our Size? fascia has raised vital money to support several Charities across the UK over the past 12 months, a campaign that we wish to continue to develop.

Prior year:	Balance brought forward 01.02.21	Movement in funds			Balance carried forward 31.01.22
		Income	Expenditure	Transfers	
Designated Funds					
Mountain Rescue Organisations (1)	-	59,543	(59,543)	-	-
Unrestricted Funds	263,492	602,652	(476,179)	-	389,965
Total Funds	263,492	662,195	(535,722)	-	389,965

Unrestricted funds are represented by total net assets.

Designated funds are unrestricted funds which the Trustees earmark specifically for certain purposes or organisations each year.

10. Cash generated from operations

	2023	2022
	£	£
Net income for the year	944,462	126,473
Movement in working capital:		
Decrease / (increase) in debtors	(488,641)	70,393
(Decrease) / increase in creditors	17,816	(16,146)
Cash generated from / (absorbed by) operations	473,637	180,720

11. Analysis of net assets between funds

All funds are unrestricted in this year and in the previous year.