

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

UNAUDITED

TRUSTEE'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

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KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

REFERENCE AND ADMINISTRATIVE DETAILS OF THE FUND, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2022

| | |
|--|--|
| Trustee | King Edward VI Sheldon Heath Charitable Fund (the Company) (appointed 30 September 2020) |
| Charity registered number | 1197289 |
| Principal operating office (not yet registered) | C/o King Edward VI Sheldon Heath Charitable Fund King Edward VI Sheldon Heath Academy Sheldon Heath Road Sheldon, Birmingham B26 2RZ |
| Accountants | Crowe U.K. LLP Chartered Accountants Black Country House Rounds Green Road Oldbury West Midlands B69 2DG |
| Investment Advisors | EFG Harris Allday 33 Great Charles Street Birmingham B3 3JN |
| Solicitors | Stone King LLP 16 St John's Lane London EC1M 4BS |

**TRUSTEE'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2022**

The Trustee present their annual report together with the financial statements of the Endowment Fund (the Fund) for the 1 September 2021 to 31 August 2022. The Trustee confirms that the Annual Report and financial statements of the fund comply with the current statutory requirements, the requirements of the Fund's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Objectives and activities

a. Objects and aims

The Fund's objects are as outlined in the Deed of Gift.

The primary purposes of the Fund are:-

- (1) to provide grants, scholarships, bursaries or any other assistance, as the Trustees of the Company think fit to King Edward VI Sheldon Heath Academy (the Academy) pupils in financial need;
- (2) to support the provision of services and facilities at the Academy;
- (3) to support the educational achievement of Academy pupils through providing awards, prizes and other rewards;
- (4) to foster closer ties between the Academy and the community, including promoting education and social welfare in the community served by the Academy

The Trustee must agree to all withdrawals from the Fund at a Board meeting, after taking into account the views and recommendations of the Academy's senior management team.

The Trustee confirms that it has referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Fund's aims and objectives and in planning future activities and setting the grant making policy for the year. The Fund provides grants to assist eligible people to achieve the Fund's objects.

Achievements and performance

a. Main achievements of the Fund

The investment portfolio has had a disappointing performance, and was down some 10% over the year. There were some large fluctuations in the financial markets during the year, particularly due to the war in Ukraine, and the fixed interest stocks in our portfolio were especially affected. Trustees recognise the importance of maintaining regular lines of communication with the investment advisers, and will continue to monitor their performance.

The final instalment from the sponsors of £100,000, was received in the previous financial year. Historically amounts received under the Deed of Gift have been recognised on a receipts basis, a policy that the company continues to adopt.

At the end of the current financial year the funds stand at £2,639,000 (2021: £2,941,000).

Expenditure in respect of grants paid to individual, or groups of, students of the Academy are in line with the objects of the fund.

TRUSTEE'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Achievements and performance (continued)

b. Help for individuals

In pursuit of its charitable objectives, the company was able to award grants to individuals. Grant payments have been made, as far as possible, direct to the individual, or group, to whom the amount is due. This included assistance to the Academy's Music Club in the form of tuition fees and musical instruments. During the year the company was able to provide grants and further assistance totalling £306,834 (2021: £74,880). The total of these grants has been agreed by the Board during the current year. The grants are paid via a donation of funds to the Charitable Fund, who in turn pay out the grants to individuals from their bank account.

Trustees had previously expressed concern that the number of awards being made was lower than anticipated. Discussions took place with senior management, and plans are in place to make significant awards which will be of real benefit to the pupils as a whole. Trustees have agreed to fund two trips in the coming year, to the value of £18,920. In addition Trustees have agreed to contribute £250,000 to the building of an all-weather pitch, on which work commenced in late 2022. This project will benefit both the Academy pupils, but also the local community.

c. Fundraising

The Endowment Fund had no fundraising activities requiring disclosure under S162A of the Charities Act 2011.

d. Investment policy

The Trustee has agreed to adopt a medium risk strategy of its investment portfolio, and this will be reviewed with the Investment Advisers on a regular basis. Proposed income yields are of the order of 3%.

In June 2020 Trustees agreed to transfer £200,000 of unspent investment income to the investment portfolio. This sum would form part of the portfolio, but be available for withdrawal when required for awards, whether to individuals or the wider community. The movement in value of the £200,000 will reflect the movement of the total portfolio. At 31 August 2022, the value had increased to £230,252 (2021: £256,072) and is shown within restricted funds in the Statement of Financial Activities. These funds will be used to fund the award for the all-weather pitch as noted earlier in this Report.

Financial review

a. Going concern

After making appropriate enquiries, the Trustee has a reasonable expectation that the Fund has adequate resources to continue in operational existence for the foreseeable future and that there are no material uncertainties. 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 reserve levels of the Endowment Fund run in line with the investment portfolio valuation at the end of each year. The Trustees assess the valuation each quarter to ensure that investments are performing at an appropriate level.

**TRUSTEE'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

c. Financial review

The Trustee considers that the assets are sufficient and adequate to fulfil the obligations of the charity, in the foreseeable future.

d. Principal risks and uncertainties

The Trustee has considered the risks to which the charity is exposed and has taken steps to mitigate those risks. The primary risk is the proper management of the quoted investments held by the charity's investment advisers, EFG Harris Allday, on behalf of the charity. The Trustee seeks to mitigate this risk by receiving regular reports detailing the investment portfolio. In addition, the Trustee communicates with a representative of the Advisers on a regular basis.

Structure, governance and management

a. Constitution

King Edward VI Sheldon Heath Endowment Fund was registered as a charity with the Charities Commission on 23 December 2021 and is constituted under a Deed of Gift dated 30 September 2020.

King Edward VI Sheldon Heath Charitable Fund acts as custodian for the Endowment Fund and the day to day operation of the Fund is administered by the Governors of King Edward VI Sheldon Heath Academy. The overall responsibility for the management of the Fund lies with the Trustee.

The structure of the Fund comprises the Trustee and the Trustee's directors. The Trustee directors meet at least twice per year, and is supported by a Finance Committee.

Details of the Trustee who served during the year is included in the Reference and Administrative details on page 1. The Trustee directors of the Charitable Fund who served during the year were:

Ms L McWhinnie, Chair until 06/10/2022
Ms L Roan, Acting Chair from 10/10/2022 (appointed as Trustee 01/01/2023)
Mr J J Trafford, Vice Chair until 15/12/2021 (resigned as Trustee 07/07/2022)
Ms K R Farrell, Vice Chair from 24/11/2022
Ms R Elcocks, Principal
Mr G Dowling
Mr D Halford
Ms P N Mealia
Ms C Claydon (resigned 19/01/2023)
Ms M Gill (resigned 17/03/2022)
Mr R Palmer, (resigned 07/07/2022)
Ms A Clark (appointed 17/03/2022)
Mr D R Katwa (appointed 15/04/2022)
Mr Y Mahmood (appointed 07/07/2022)
Ms H Townsend (appointed 07/07/2022)
Ms L Johnson (appointed 01/01/2023)
Mr N Reed (appointed 01/01/2023)

TRUSTEE'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Structure, governance and management (continued)

b. Deed of Gift

On 25 May 2010, a Deed of Gift and Declaration of Trust was established involving the following parties:

The Secretary of State for Children Schools and Families; the Company and three Sponsors Birmingham City Council, The National Exhibition Centre Ltd and Capita Birmingham Limited.

The Sponsors agreed to gift a total of £2,000,000 to the Academy as an Endowment Fund, and this has now been fully paid.

In September 2020, a Deed of Variation to the Deed of Gift and Declaration of Trust ("Revised Deed") was agreed and duly signed by all parties on 30 September 2020.

c. Methods of appointment or election of Trustee

The Trustee was appointed in accordance with the Deed of Gift and Declaration of Trust ("Revised Deed").

Before anyone considers seeking appointment as a Trustee or Trustee director, and as part of the induction process, they are expected to familiarise themselves with the responsibilities of trustees, read the Charity Commission literature on this subject and carefully read the Deed of Gift and Declaration of Trust and the latest financial statements.

Opportunities for training are readily available and Trustee directors are encouraged to familiarise themselves with the day to day operations.

d. Connected party relationships

King Edward VI Sheldon Heath Charitable Fund, Trustee of this fund, is custodian to the Endowment Fund.

e. Trustee indemnity

The Trustee has arranged Trustee Indemnity insurance with Zurich Insurance.

Plans for future periods

The Trustee will continue to monitor and review investment performance with their investment advisers to ensure that the return remains at any appropriate level.

Trustee's liability

Each trustee of the charity undertakes to contribute to the assets of the charity in the event of it being wound up while he/she is a trustee, or within one year after he/she ceases to be a trustee, such amount as may be required, not exceeding £ 1 for the debts and liabilities contracted before he/she ceases to be a trustee.

**TRUSTEE'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

Statement of Trustee's responsibilities

The Trustee is responsible for preparing the Trustee's 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 Trustee 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 Trustee 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 Trustee is 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 Board and signed on it's behalf by:



Ms L Roan

For and on behalf of King Edward VI Sheldon Heath Charitable
Fund

Date: 27 March 2023

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2022**

Independent Examiner's Report to the Trustee of King Edward VI Sheldon Heath Endowment Fund ('the Fund')

I report to the Fund Trustee on my examination of the accounts of the Fund for the year ended 31 August 2022.

Responsibilities and Basis of Report

As the Trustee of the Fund 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 Fund'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.

Independent Examiner's Statement

Your attention is drawn to the fact that the Fund has prepared the accounts 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 Fund 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.

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.

INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

This report is made solely to the Fund's Trustee in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Fund's Trustee those matters I am required to state to them in an Independent Examiner's 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 Fund and the Fund's Trustee for my work or for this report.



Signed:

Matt Doyle-Healey

Dated: 28 April 2023

FCCA

Crowe U.K. LLP
Chartered Accountants
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022

| | | Restricted funds 2022 £000 | Endowment funds 2022 £000 | Total funds 2022 £000 | Total funds 2021 £000 |
|--|------|-------------------------------------|------------------------------------|--------------------------------|--------------------------------|
| | Note | | | | |
| Income from: | | | | | |
| Donations and legacies | 3 | - | - | - | 100 |
| Investments | 4 | 92 | - | 92 | 59 |
| Total income | | 92 | - | 92 | 159 |
| Expenditure on: | | | | | |
| Charitable activities | 5 | 92 | - | 92 | 59 |
| Total expenditure | | 92 | - | 92 | 59 |
| Net income before net (losses)/gains on investments | | - | - | - | 100 |
| Net (losses)/gains on investments | | - | (302) | (302) | 512 |
| Net movement in funds | | - | (302) | (302) | 612 |
| Reconciliation of funds: | | | | | |
| Total funds brought forward | | - | 2,941 | 2,941 | 2,329 |
| Net movement in funds | | - | (302) | (302) | 612 |
| Total funds carried forward | | - | 2,639 | 2,639 | 2,941 |

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 11 to 19 form part of these financial statements.

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

BALANCE SHEET
AS AT 31 AUGUST 2022

| | Note | 2022 £000 | 2021 £000 |
|--|------|--------------|--------------|
| Fixed assets | | | |
| Investments | 9 | 2,871 | 3,198 |
| | | <u>2,871</u> | <u>3,198</u> |
| Current assets | | | |
| Creditors: amounts falling due within one year | 10 | (232) | (257) |
| Total assets less current liabilities | | <u>2,639</u> | <u>2,941</u> |
| Total net assets | | <u>2,639</u> | <u>2,941</u> |
| Charity funds | | | |
| Endowment funds | 11 | 2,639 | 2,941 |
| Restricted funds | 11 | - | - |
| Unrestricted funds | 11 | - | - |
| Total funds | | <u>2,639</u> | <u>2,941</u> |

The financial statements were approved and authorised for issue by the Trustee and signed on their behalf by:

L Roan

Ms L Roan

For and on behalf of King Edward VI Sheldon Heath Charitable Fund

Date: 27 March 2023.

The notes on pages 11 to 19 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

1. General information

King Edward VI Sheldon Heath Endowment Fund was registered as a charity with the Charities Commission on 23 December 2021. Its principal operating office is Sheldon Heath Road, Birmingham, B26 2RZ. The Trustee of the fund is detailed on page 1.

2. Accounting policies

2.1 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 financial statements have been prepared to give a 'true and fair' view and 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 Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

King Edward VI Sheldon Heath Endowment Fund 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.

2.2 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 can be measured reliably.

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

2.3 Expenditure

Grants payable are charged in the year when the offer is made to the institution in accordance with the company's Grant-Making Policy. Grants are only payable to King Edward VI Sheldon Heath Academy for the benefit of the individual students of King Edward VI Sheldon Heath Academy.

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 on charitable activities are costs incurred on the fund's operations, including donations to King Edward VI Sheldon Heath Charitable Fund in order to award the grants to individuals.

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

All expenditure is inclusive of irrecoverable VAT.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

2. Accounting policies (continued)

2.4 Investments

Quoted 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. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of Financial Activities.

Unquoted investments are accounted for at transaction price.

2.5 Investment income

Investment income is included when receivable and includes dividends and interest from investments.

2.6 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 Fund 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.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.7 Financial instruments

The fund only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the company and their measurement basis are as follows:

Financial assets - investments are held at fair value as determined by the Investment Manager at the year end.

Financial liabilities - amounts owing to group company are financial instruments, and are measured at amortised cost.

2.8 Fund accounting

Endowment funds represents restricted donations from Birmingham City Council, Capita Birmingham and The National Exhibition Centre Limited. The interest received on the assets can be spent on the furtherance of the fund's charitable objects, at the discretion of the Trustee.

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

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

3. Income from donations and legacies

| | Endowment funds 2022 £000 | Total funds 2022 £000 |
|-------------------------|------------------------------------|--------------------------------|
| Donations from Sponsors | - | - |

| | Endowment funds 2021 £000 | Total funds 2021 £000 |
|-------------------------|------------------------------------|--------------------------------|
| Donations from Sponsors | 100 | 100 |

4. Investment income

| | Restricted funds 2022 £000 | Total funds 2022 £000 |
|--------------------------------|-------------------------------------|--------------------------------|
| Income from listed investments | 92 | 92 |

| | Restricted funds 2021 £000 | Total funds 2021 £000 |
|--------------------------------|-------------------------------------|--------------------------------|
| Income from listed investments | 59 | 59 |

5. Analysis of expenditure on charitable activities

Summary by fund type

| | Restricted funds 2022 £000 | Total funds 2022 £000 |
|---|-------------------------------------|--------------------------------|
| Investment income donated to KESH Charitable Fund | 92 | 92 |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

5. Analysis of expenditure on charitable activities (continued)

Summary by fund type (continued)

| | <i>Restricted funds 2021 £000</i> | <i>Total funds 2021 £000</i> |
|---|---|--|
| Investment income donated to KESH Charitable Fund | 59 | 59 |

6. Analysis of expenditure by activities

| | <i>Activities undertaken directly 2022 £000</i> | <i>Total funds 2022 £000</i> |
|---|---|--|
| Investment income donated to KESH Charitable Fund | 92 | 92 |

| | <i>Activities undertaken directly 2021 £000</i> | <i>Total funds 2021 £000</i> |
|---|---|--|
| Investment income donated to KESH Charitable Fund | 59 | 59 |

7. Independent examiner's remuneration

The independent examiner's remuneration amounts to an independent examiner fee of £320 (2021 - £310), and preparation of the financial statements of £220 (2021 - £210).

8. Trustee's remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 August 2022, no Trustee expenses have been incurred (2021 - £NIL).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

9. Fixed asset investments

| | Investment portfolio £000 | Cash awaiting reinvestment £000 | Total £000 |
|---|--|--|-----------------------|
| Cost or valuation | | | |
| At 1 September 2021 | 3,171 | 27 | 3,198 |
| Additions | 3,114 | (3,114) | - |
| Disposals | (2,864) | 3,115 | 251 |
| Unrealised gain/(loss) on revaluations | (552) | - | (552) |
| Transfer of gain/(loss) on revaluations to KESH Charitable Fund | (26) | - | (26) |
| At 31 August 2022 | <u>2,843</u> | <u>28</u> | <u>2,871</u> |

All investments are held in listed investments.

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

10. Creditors: Amounts falling due within one year

| | 2022 | 2021 |
|--|-------------|-------------|
| | £000 | £000 |
| Amounts owed to King Edward VI Sheldon Heath Charitable Fund | 232 | 257 |

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

11. Statement of funds**Statement of funds - current year**

| | Balance at 1 September 2021 £000 | Income £000 | Expenditure £000 | Gains/ (Losses) £000 | Balance at 31 August 2022 £000 |
|------------------------------|---|----------------|---------------------|----------------------------|---|
| Endowment funds | | | | | |
| Endowment Funds - all funds | 2,941 | - | - | (302) | 2,639 |
| Restricted funds | | | | | |
| Restricted Funds - all funds | - | 92 | (92) | - | - |
| Total of funds | 2,941 | 92 | (92) | (302) | 2,639 |

The specific purposes for which the funds are to be applied are as follows:

Restricted funds represent those resources which may be used towards meeting any of the charitable objects of the company at the discretion of the Trustees.

The Endowment fund represents restricted donations from Birmingham City Council, Capita Birmingham Limited and The National Exhibition Centre Limited. The interest received on the assets can be spent on the furtherance of the Endowment fund's charitable objects.

Statement of funds - prior year

| | Balance at 1 September 2020 £000 | Income £000 | Expenditure £000 | Gains/ (Losses) £000 | Balance at 31 August 2021 £000 |
|------------------------------|---|----------------|---------------------|----------------------------|---|
| Endowment funds | | | | | |
| Endowment Funds - all funds | 2,329 | 100 | - | 512 | 2,941 |
| Restricted funds | | | | | |
| Restricted Funds - all funds | - | 59 | (59) | - | - |
| Total of funds | 2,329 | 159 | (59) | 512 | 2,941 |

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

12. Analysis of net assets between funds**Analysis of net assets between funds - current year**

| | Endowment funds 2022 £000 | Total funds 2022 £000 |
|-------------------------------|--|--|
| Fixed asset investments | 2,871 | 2,871 |
| Creditors due within one year | (232) | (232) |
| Total | 2,639 | 2,639 |

Analysis of net assets between funds - prior year

| | Endowment funds 2021 £000 | Total funds 2021 £000 |
|-------------------------------|--|--|
| Fixed asset investments | 3,198 | 3,198 |
| Creditors due within one year | (257) | (257) |
| Total | 2,941 | 2,941 |

13. Related party transactions

The Endowment Fund donated investment income of £92,000 (2021: £59,000) to King Edward VI Sheldon Heath Charitable Fund, the Trustee of the Endowment Fund, during the year.

The Endowment Fund owed £232,000 (2021: £257,000) to King Edward VI Sheldon Heath Charitable Fund, the Trustee of the Endowment Fund, at the year end.

14. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member.

KING EDWARD VI SHELDON HEATH ENDOWMENT FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

15. Controlling party

King Edward VI Sheldon Heath Charitable Fund is the Trustee of this Endowment Fund. Its registered address is King Edward VI Sheldon Heath Academy, Sheldon Heath Road, Sheldon, Birmingham, B26 2RZ. The principal purposes are the same as this Endowment Fund. Financial statements can be found at Companies House.

