

Registered number: 01262373
Charity number: 274664

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2020**

Trustees

Gordon Hunt (resigned 24 January 2020)
Julian Gall, Deputy Chair (resigned 22 December 2020)
Andrew Sutherland, Chair of Governors
Jeremy Batchelor
Nigel Beavor
Stephen Eggins
David Ford
Catherine Jackson
Jennifer Long
Patricia Rickard
Dr Gerald Smart
Helen Rider (appointed 10 October 2019)

Company Registered Number

01262373

Charity Registered Number

274664

Registered Office

Claremont Fan Court School
Claremont Drive
Esher
Surrey
KT10 9LY

Independent Auditors

Wise & Co
Chartered Accountants and Statutory Auditors
Wey Court West
Union Road
Farnham
Surrey
GU9 7PT

Bankers

National Westminster Bank Plc
73 High Street
Walton on Thames
KT12 1DW

Bank of Scotland
38 Threadneedle Street
London
EC2P 2EH

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REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

Insurance Brokers

Marsh Ltd
Education Practice
Capital House, 1-5 Perrymount Road
Haywards Heath
West Sussex
RH16 3SY

Investment Brokers

Investec Wealth & Investment Ltd
2 Gresham Street
London
EC2V 7QN

Valuers

Wright & Partners
24 Hanover Square
London
W1S 1JD

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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

The governors of the Claremont Fan Court Foundation are the charity's trustees under charity law and the directors of the charitable company. The members of the governing body who served in office as governors during the period, and up to the date of this report, together with the committees they sit on, are as follows:

	Nominations	Education	Strategic Planning	Finance and GP/Risk	Planning and Development	Health and Safety
Andrew Sutherland (Chair wef 22 Jan 2020)	Y	Y	Y			
Gordon Hunt (Chair until 21 Jan 2020)	Y	Y	Y		Y	
Dr Gerald Smart				Y	Y	Y
Nigel Beavor					Y	
Patricia Rickard	Y	Y				
Jeremy Batchelor			Y	Y		
Catherine Jackson			Y			
Julian Gall (Deputy Chair until 22 Dec 2020)	Y			Y	Y	
Jennifer Long			Y	Y		
Stephen Eggins						
David Ford		Y				
Helen Rider (appointed Nov 2019)		Y				

The trustees, submit their annual report, incorporating the strategic report, and the audited financial statements of The Claremont Fan Court Foundation Limited (the Company) for the period 1 September 2019 to 31 August 2020. The annual report serves the purpose of both a trustees' and a directors' report under company law. The trustees confirm that the annual report and financial statements of the company comply with current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" 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 2015) as amended by Update Bulletin 1 (effective January 2015).

Constitution and objects

The Claremont Fan Court Foundation Limited was incorporated on 10 June 1976 and is registered with the Charity Commission under number 274664. It is constituted as a company limited by guarantee and registered in England, No. 01262373. The company is governed by its articles of association last amended on 5 August 2019.

The principal objects of the Company are:

1. to establish and maintain, in accordance with the policies of the foundation, a school or schools offering an education of the highest order, and
2. to provide for the delivery of lectures and holding of exhibitions, public meetings, classes and conferences, focused directly or indirectly on advancing the cause of education

In setting objectives and planning activities, the trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB20)'.

The group, and the company, operates an independent, co-educational school for pupils from 2 ½ to 18 years, comprising a Nursery and Pre-Preparatory School for pupils from 2 ½ to 7 years, a Preparatory School for

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pupils from 7 to 11 years and a Senior School for pupils from 11 to 18 years.

Public Benefit

During the year the school awarded 28 bursaries which amounted to £183,204. The school supported the local community and the NHS during the spring 2020 lockdown by donating 120 safety specs and 6 boxes of gloves to local Princess Alice Hospice in Esher. Mr Paul Gladstone, head of technology on behalf of the school also designed and produced 130 protective face shields using the school's laser cutter which were distributed to NHS staff on the front line at St Thomas's hospital in London. During the year the school donated £11,407 to various charities through fundraising activities. Every member of the lower 6th Form is involved in community projects supporting local schools and charities to the equivalent of an afternoon per week, involving an approximate cost of £10,000pa.

Aims, objectives and activities

The charity's aims are set out in its mission:

1. to provide an environment where the God given potential of every individual is recognised and valued. With this recognition comes the expectation of high personal achievement and moral standards and a developing awareness of our individual responsibility to each other and our world
2. To maintain a broad and forward-looking curriculum in which pupils are encouraged to think independently to meet the demands of a rapidly changing world
3. To encourage our pupils to awaken to all that is good and true around and within them in their spiritual journey of self-discovery
4. To equip our pupils with a strong set of values for future decision making. The following values are fundamental to everything we do: Courtesy, Respect, Trust, Moral integrity, Self-discipline and a love for God and man
5. To promote the role of the family by developing a strong interaction with the home

Policies of the trustees

The primary objectives of the of the charity to fulfil these aims are:

1. to develop, encourage and support educational programmes which are consistent with the purposes of the foundation
2. to nurture the potential of every pupil to promote high moral and academic standards and a spiritual ethos
3. appoint senior leaders to implement these aims, in accordance with their highest understanding of professional, spiritual and moral ideals
4. the majority of the trustees shall be practising Christian Scientists whilst recognising that they require appropriate skills and experience to fulfil their duties as trustees.
5. Claremont Fan Court School is co-educational and welcomes pupils from 2½ to 18 years. Entry to all parts of the school shall be open to all who support its standards and values and whose needs it is able to meet.

All policies and objectives are reviewed regularly by the governors and senior leadership team to identify and monitor progress. Priority in the use of resources is given to achieving the stated objectives in the school development plans.

Governance and management

The operation of the school is the responsibility of the trustees who appoint the leadership team of headmaster, heads of school and bursar. The board delegates executive responsibilities to the heads of the respective schools and the bursar who is the clerk to the governors, company secretary to the company and a director of

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the subsidiary trading company. The heads and bursar attend all plenary meetings of the full governing body.

Trustees are elected under the terms of the memorandum of association and are elected or co-opted to committees according to their skills and experience and following the policy for the induction of governors. Governors are sought and selected according to the present and future needs of the school balanced with the skills and experience of the current board of trustees.

Governors are self-appointing and a nominations committee considers governor succession and screens nominated candidates. The chair of governors chairs the nominations committee. Governors are appointed for a term of five years and may, upon re-election, serve up to two terms. This may be extended at the discretion of, and subject to any conditions imposed by, the governors.

Induction and Training of Trustees

All new trustees attend the school to see the day to day operation and to meet senior staff. Trustees will also meet the chair of governors, one or two other governors, the headmaster, bursar and other heads of schools. New governors receive key policies and procedures and the governor committee structure is explained. New governors are required to undertake the Association of Governing Bodies in Schools on line training session for new trustees and to attend any further external training the chair of governors considers appropriate and helpful for their new role. Governors receive regular reading material and training on the role and responsibilities of trustee and specific training where relevant.

Organisation and management

A full governing body meeting takes place at least four times each year. The work of monitoring policies in the school is undertaken by the six formal committees of education, planning and development, finance and risk, health and safety, strategic planning, and nominations and governance. Informal working groups of governors are also set up as needed e.g. for fundraising and the review of pensions.

Structure and relationships

The charity has one wholly owned non-charitable subsidiary, Claremont Enterprises Limited, whose annual profits are donated to the charity under the gift aid scheme. The trading activities of Claremont Enterprises Limited comprise lettings income the facilities when not in use by the school.

Employment and remuneration policy

We consult with staff about future education activities and issues of direct concern e.g. terms and conditions through a range of mechanisms including documents and meetings. Staff have a chance to elect representatives on various working groups that meet from time to time.

We also engage with staff through regular meetings and questionnaires and consult on matters such as staff wellbeing. We have a range of human resource policies to support our charitable and business objectives and to ensure compliance with best practice and regulation.

Staff remuneration, including senior staff, is decided annually by governors after considering the overall annual budget and recommendations from the finance and risk committee. Recommendations are informed by sector and local area benchmarking data together with consideration of the consumer and retail price indices. Teaching staff are paid on an internal scale with progress determined by appropriate performance and experience. Allowance payments are made for extra responsibilities above the contractual norm. Support staff are paid on an internal scale and with reference to local market conditions. A range of benefits are offered to staff including work place pension contributions, staff fee remission, free parking and refreshments.

The school is an equal opportunities employer and will treat all staff in accordance with the Equalities Act and

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expects all staff to comply with this policy.

Strategic report

This report provides context for the financial statements together with an analysis of performance and insight into the school's objectives. It also identifies the key risks and uncertainties the school faces, and what steps it takes to mitigate these.

The school remains near capacity and generates strong cash flow. Interest in the school for September 2021 is very positive with a record number of pupils accepting places in Year 7 for September 2020.

The annual objectives are set out in the strategic plan and specific initiatives to deliver the strategy in the school development plan. Objectives are grouped in the following themes: teaching and learning, pastoral and ethos, our people, community and future development. Each theme has an accompanying action plan for each part of the school and the staff who progress the initiatives.

Governors consider that progress against stated aims has been very satisfactory across each of the themes.

Two indicators for school performance (revenue and pupil numbers) are listed below. The main source of funding is from fees. The net fee income represents the 20% tuition reduction provided to parents for the Summer Term due to the lock down.

	2019-20				2018-19
	Pre-Prep	Prep	Senior	Total	Total
Net fee income	£1,130,323	£2,607,432	£8,713,519	£12,451,273	£11,180,548
% of fee income	9%	21%	70%	100%	100%
Average no. pupils	121	210	557	888	807
Fee income per pupil	£9,341	£12,416	£15,643	£14,021	£14,226

Public exam performance

In the senior school our GCSE pupils celebrated strong public exam results once again. 64% of GCSEs were graded 9, 8 or 7 (A* or A). Our pupils have much to look forward to as they move to the sixth form at Claremont Fan Court. Not only has the new science and technology building opened, but they have also moved into a new, spacious and modern sixth form centre in the heart of the school.

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GCSE results

69 students sat examinations in 25 subjects with 64% of students achieving 9,8 or 7 (A*/A) grades and 36% of students achieving 6-4 (B/C) grades.

	2016	2017	2018	2019	2020
	Claremont	Claremont	Claremont	Claremont	Claremont
No. of candidates	62	69	78	70	69
Pass rate A*-C (9-4)	99%	99%	99.5%	98.5%	100%
% of candidates with 5 or more A*-C/9-4 (inc English & Maths)	99%	99%	99%	98.5%	100%
Total A*-A (9-7)	50%	46%	55%	46%	64%
Total no. of papers sat	553	650	758	674	670
Total no./% of A*-A (9-7) papers achieved	277/553	291/650	421/758	310/674	426/670
	50%	46%	55%	46%	64%
Total no./% of B-C (6-4) papers achieved	272/553	351/650	334/758	353/674	244/670
	49%	53%	44%	52%	36%

A-Level results

At A-Level our students achieved 52% A*-A grades and 81% achieved A*-B grades. We are delighted to see them moving on to such exciting university and career opportunities ranging from medicine to engineering, costume design to teaching.

62 students sat 195 papers and achieved a 100% pass rate with 81% of these results at A or B grades and 95% A-C.

	2016	2017	2018	2019	2020
No. of candidates	42	40	43	41	62
Pass rate	100%	100%	100%	100%	100%
Total A - C	71%	85%	88%	91%	95%
Total A/B	60%	65%	73%	69%	81%
Total no. of papers sat	129	118	130	127	195

Review of Activities

Senior School

The Senior School continues to deliver a sound curriculum with an enriching co-curricular programme for all students. 2020 examination results were very pleasing and much appreciated by the parent community with 95% A-C pass rate at A level and 100% A-C pass rate at GCSE. Despite of the exam cancellation due to the pandemic, the students' academic performance was excellent. Outside the classroom students took part in a range of exciting activities.

During the October half term, A level Spanish and business students enjoyed a fantastic **trip to Barcelona**. While the Spanish students enjoyed a visit to a Spanish school to test out their language skills, the business students visited places such as the La Borsa stock market, SEAT car manufacturer and one of the largest banks and museums in Spain. Students also had the opportunity to explore some of Barcelona's most popular attractions including the Olympic park, Las Ramblas, the iconic mosaics at Park Güell and the Espana Fountain.

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In November, Claremont Fan Court **hosted its first question time** on Monday 18 November, welcoming candidates Dominic Raab (Conservative), Monica Harding (Liberal Democrat) and Peter Ashurst (Labour) to a lively meeting in which over 150 pupils had the opportunity to ask the prospective MPs about how they would manage the environment, street crime, education and health challenges of the future. It was an engaging and energising experience for our pupils, particularly those studying politics at A level, helping them to form a deeper understanding of party policies and greater sympathies for opposing political arguments.

Another highlight was the drama production of **'We Will Rock You'** that took place in February 2020. Congratulations to the drama students on another year of sell-out performances on stage. Following months of preparation and plenty of rehearsals, the cast worked hard to produce four vibrant, high-energy and unforgettable shows for friends and families to enjoy. The production was bursting with Queen's greatest hits, proving to be an inspiring musical education for the cast, who worked tirelessly to bring the musical comedy to life. It was wonderful to see audiences rocking in their seats and clapping along to the iconic sounds of Radio Gaga, Killer Queen, Under Pressure, Crazy Little Thing Called Love, and Bohemian Rhapsody.

In February, pupils and students departed for the **annual school ski trip** – this year to Saalbach, Hinterglemm in Austria. Our skiers and snowboarders were treated to beautiful sunshine, fantastic views and good snow for the majority of their time on the mountains. The good conditions made for some fantastic skiing opportunities and it was wonderful to see pupils putting what they had learnt during their lessons in the first days of the trip to good practice. Each of the groups got to enjoy the entire resort and various culinary delights of the mountain restaurants and many happy memories were made on the slopes of Saalbach.

During the Easter break in April, the science and technology department **supported the local community and the NHS** during the spring 2020 lockdown. A total of 120 safety specs and 6 boxes of gloves were donated to our local Princess Alice Hospice in Esher as they continued to provide vital compassionate care. Our head of technology, Mr Gladstone, also designed and produced 130 protective face shields using the school's laser cutter which were distributed to NHS staff on the front line at St Thomas's hospital in London. It is a pleasure to be able to support the community and NHS in this way and we extend our gratitude to essential workers who continue to provide a vitally important service during challenging times.

Claremont Fan Court hosted its first ever **sixth form charity fashion show** in March with tremendous success. Year 10 and 11 pupils joined sixth formers to model clothing from local brands and also modelled garments designed and created by our own GCSE and A-level students for their textiles coursework. The event was kindly supported by hair, beauty and fashion students from Kingston College and a sold-out audience raised a fantastic £1,130 split equally between the two charities chosen by our sixth form: WWF UK and the Ben Kinsella Trust.

Preparatory School

In March, the Prep School children had a special visitor from the local community to judge a history competition to **celebrate the 75th anniversary of VE Day**. Mrs Wickham lived through VE day in 1945 and was blown away by all of the outstanding entries. The children were given the theme of "Peace" and were asked to create a project inspired by it. The creativity and depth of knowledge shown by the children was fantastic. Mrs Wickham also spent some time with a group of children discussing her war-time experiences which was a very special opportunity for those attending.

Another noticeable highlight in March was the participation of over 80 budding bakers in the **Surrey Schools' baking challenge** where 18 children reaching the grand final that was hosted by Claremont Fan Court. This year the final was held in the brand new Sir Sydney Camm science and technology building inside a state of the art food and nutrition room - the perfect space to inspire beautiful bakes! Finalists had just two hours to bake and decorate their wonderful spring-themed cakes for guest judges Mayor of Elmbridge, Councillor Mary Sheldon and her consort John Sheldon and owners of Afternoon Crumbs in Claygate, Nicole and Lauren Dodds. The standard was extraordinarily high and the judges were incredibly impressed with each of the entries, making the decision to pick winners very difficult.

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The week before February half term, Year 4 pupils set off on an enjoyable **residential trip to Ufton Court** where they participated in a range of activities. These included; archery, bow making, fire lighting, the re-enactment of a raid and attending a traditional Tudor banquet dressed in full Tudor costumes, in which they learnt a selection of Tudor dances. The children had a wonderful time and the trip enhanced their understanding of the Tudor period greatly.

Pre-Prep and Nursery School

During November, in support of the **Woodland Trust's Big Climate Fightback campaign**, nursery children helped to plant two new trees in the Pre-Prep and Nursery School garden during their forest school session. The children each played their part in planting the trees, taking turns to dig the holes, check for healthy roots and carefully hold the saplings in place.

The two hawthorn saplings may look small but their purpose is mighty. When planted on a large scale, trees can help us to combat climate change through the absorption of carbon dioxide and help increase biodiversity. Hawthorn trees have been chosen for their dense foliage which we hope will attract many bird species to the school. We are fortunate to have lots of outdoor space at Claremont with plenty of wonderful wildlife on our doorstep. By supporting campaigns such as this and teaching children all about the importance of protecting natural habitats during forest school, we intend to instil a love for the outdoors in future generations. Every tree counts!

To celebrate the **British Science Week**, in March our Pre-Prep children explored the wonderful world of science. As well as creating posters to showcase how science impacts our daily lives, we were joined by guests from the Prep and Senior School who hosted some exciting experiments from baking soda balloon experiments, to making bubbles and investigating absorption with coloured water. The children were enthralled and entertained to see spectacular science in action.

Moreover, during May the Pre-Prep and Nursery staff and children all joined together virtually and dressed up in their **favourite fancy dress outfits**. Everyone was tasked to complete a list of 10 tasks whilst wearing fancy dress to promote the school's Claremont 4 Carers campaign in support of the Princess Alice Hospice. We saw Ironman create a rainbow using natural materials, Snow White help with the laundry, Little Red Riding Hood weeding in the garden, a Princess measuring her toadstools and Batman searching for birds and insects on his daily walk. Alongside the Prep and Senior School, the Claremont Fan Court community raised over £4,200 for this wonderful cause.

Development of the site and buildings

The school is progressing with its master plan with the aim of improving its facilities and learning spaces to meet the needs of a forward-looking curriculum. This is evident by the completion of the Sir Sydney Camm Science and Technology building in August 2019, which made a significant enhancement for the science department by providing brand-new teaching spaces, supporting biology, chemistry, physics, food and nutrition, psychology and textiles in an inspirational and spacious modern setting. Together with the new design studio opened in 2018, and the refurbished workshop housed in the historic generator house, the three buildings offer thirteen much needed spaces for modern teaching and learning.

Similarly, the relocated and refurbished sixth form centre in the Joyce Grenfell Centre had been a huge success which was welcomed positively by the largest sixth form cohort the school has known. With spaces to work as well as places to relax, the centre offers a modern and flexible facility to be proud of in the heart of the school.

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Future plans

Stable Court Refurbishment

The refurbishment of Stable Court has been committed by Governors and is underway with completion expected by October half-term 2021. The decant took place in the Easter break 2020 with significant pre-construction work already carried out. The refurbished Stable Court will provide updated and modern accommodation for teaching and learning within this historic listed building whilst retaining important original features.

Enhancement of Joyce Grenfell Centre (JGC)

The JGC enhancement has been part of the building master plan. The school is exploring the potential of upgrading the JGC Centre to improve the dining facilities and learning experience of pupils by providing better accommodation and classroom spaces. The school is looking at the plans and feasibility for this mega project that will bring huge benefits.

Teachers' Pension Scheme (TPS)

The trustees are continuing to review the schools' membership of the Teachers' Pension Scheme (TPS) in light of the employer contribution increase of 44% from 16.4% to 23.6% in September 2019. The initial consultation to leave the scheme in August 2020 was paused and postponed to reconsider it for August 2021. Due to the ongoing pandemic, the school has communicated to the teaching staff in December 2020 that it is deferring the consultation for leaving TPS in August 2021.

Investments in Infrastructure and Information Technology

During the year the following capital investments were made to improve the operational efficiency, infrastructure and IT facilities.

Tangible Assets	Additions in the Year
	£
Wider Landscaping works	28,200
Phase 1 Building additions	369,710
Phase 1 Car Parks & Road works	162,461
Logistics Van replacement	4,191
New Mansion chairs and other general equipment	39,081
125 staff laptops and new copier machines	102,537
Mower and music equipment	11,339
Security Fencing improvement	55,628
Total Capital Additions in the Year	773,145

Financial Report

Fundraising Activities and other Income Generation

The Annual Giving Fund continued to receive donations during the year and Claremont Fan Court Enterprises Limited has continued to generate income through the letting of facilities and accommodation. There was also a number of successful fund-raising events carried out by the Parent Teacher Association. A feasibility study was undertaken to identify whether a capital fundraising campaign could be undertaken which concluded that further alumni development was needed before a capital campaign could be undertaken. This work has started with the appointment of a full-time alumni development post and a programme of engagement with parents, alumni and other stakeholders. A part time fundraising manager is also now in role. The feasibility of starting a capital

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campaign will be reviewed in 2020.

Investment Policy and Performance

The school's memorandum of association permits the investment of monies without restriction. The school aims to invest only in the securities of companies whose business or activity would not conflict with the aims of the foundation. While recognising that income is an important factor, investment emphasis is geared towards growth. Our portfolio is managed in a way that will balance immediate income with long term capital appreciation. Our fund holds a combination of fixed interest investments, shares in leading companies and/or collectives (unit trusts/investment trusts). The regular valuation of the School's portfolio prepared at 31 August 2020 showed that the market value was £898,268 (2019 £906,252) producing an annual income of £19,785 (2019 £18,957) to yield of 2.20% (2019 2.09%). All income generated has been re-invested in the portfolio during the year.

Related Party Relationship

The school has a wholly owned non-charitable subsidiary, Claremont Fan Court Enterprises Limited, which administers trading activities.

Risk Management Policy

The governors, as trustees, are responsible for risk management and are committed to maintaining a strong risk management framework in the school. The duty of care owed to pupils and staff is recognised, by both the trustees and the school, and informs the systematic approach to risk policy. The finance and risk committee review the school's internal and external risk environment in detail and reports termly to all governors. Reports from the school to governors contain an assessment of risk and recommendations for action where necessary. Where risk is identified as medium to high governors will assess and evaluate the impact and agree action to mitigate and monitor. Measures in place includes:

- A strategic plan, a business plan and an annual approved budget by the Board of Trustees
- Monthly considerations of the Senior Management Team of financial issues
- Termly meetings of Finance Committee to review key risks
- Annual review of corporate risk register as part of risk management strategy
- Proper delegation of authority and segregation of duties
- Long-term financial planning and contingency planning to mitigate financial risk

The trustees consider the following to be the key risks facing the school at present:

- Ongoing situation with COVID-19 has caused financial impact on the UK economy as well as globally. The uncertainties associated with local and national lockdown creates a risk on the education sector with schools having to provide remote learning. There remains to be a risk to the school's income and cashflow, which is managed through contingency planning, and ensuring school's service obligations are being delivered to high standards.
- Increase in the Teachers' Pension Scheme (TPS) employers' contributions from 16.4% to 23.6% with effect from September 2019. This may limit the school's ability to generate cash to fund the development of the JGC project, which is a vital asset for the whole school. The increase in pupil numbers creates pressure on space in the school and the JGC is an important part of the masterplan to mitigate these pressures.
- Possible loss of 80% charitable business rate relief anticipated in the next 1-3 years will have some impact on the school's expenditure and cashflow.
- The inflationary impact of UK leaving the European Union with a trade deal is presently unknown. There

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is a risk that food and fuel prices may increase.

- An unexpected catastrophic event such as fire or accident. This risk is mitigated through the use of risk assessment policy and planning for activities throughout the school. Effective management controls are in place for day to day operations, trips and visits.
- Loss of reputation arising from a number of unlikely but challenging events. Safeguarding is an area the school takes seriously with a range of policies for keeping children safe in school. This work is overseen at all levels in the school from the governor with particular responsibility to each member of staff.

The school has plans and measures in place for unexpected events and rehearses management response to some of these at regular intervals. Similarly, the school has suitable insurance cover and qualified personnel in the senior management and finance whose expertise are utilised to manage these risks effectively.

Reserves Policy

The aim of the reserve policy is to generate funds that can be reinvested into the charity's objects and future plans whilst maintaining sufficient cash reserves for emergency purposes. Every year the school designates funds for its obligations to maintain the heritage site. It intends to build a fund for repairs to the fabric of the Mansion House, Stable Court and other listed heritage assets and to improve the landscape nearer to the standard intended by Capability Brown. Governors have decided to allocate £150,000 each year to a designated fund for this purpose.

Main Source of Funding

The main source of funding is fees. The only endowment held by the foundation is restricted funds for prizes, non-trading activities, bursaries, and to support the future development of the school.

Financial Results

The financial statements show that the group's operations produced a cash surplus of £1,578,609 (2019 £2,217,070). At 31 August 2020 the group had unrestricted reserves of £35,453,333 (2019 £33,990,645) of which £37,271,072 (2019 £37,149,509) is held in tangible fixed assets and £600,000 (2019 £450,000) is held as designated funds for unplanned works on the landscape or heritage assets, restricted reserves of £434,952 (2019 £391,385) and endowment reserves of £586,354 (2019 £592,563). The trustees consider the level of free reserves is sufficient to meet the reserves policy.

Provision of Information to Auditors

So far as each of the trustees is aware at the time the report is approved:

- there is no relevant audit information of which the company's auditors are unaware, and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

This report, incorporating the directors' report and strategic report, was approved by the trustees on 29/01/2021 and signed on their behalf by:



Dr Gerald Smart
Director

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STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2020

The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Company and of their incoming resources and application of resources, including their 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Company 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 and signed on its behalf by:



Dr Gerald Smart

Director

Date: 29/01/2021

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CLAREMONT FAN COURT
FOUNDATION LIMITED**

Opinion

We have audited the financial statements of The Claremont Fan Court Foundation Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 August 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, 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 Group's and of the parent charitable company's affairs as at 31 August 2020 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CLAREMONT FAN COURT
FOUNDATION LIMITED (CONTINUED)**

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our 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 Trustees' Report including the Strategic Report.

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

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

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CLAREMONT FAN COURT
FOUNDATION LIMITED (CONTINUED)**

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the Directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' 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 Auditors' 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

M. Dickinson

Mark Dickinson FCA (Senior Statutory Auditor)

for and on behalf of

Wise & Co

Chartered Accountants and Statutory Auditors

Wey Court West

Union Road

Farnham

Surrey

GU9 7PT

Date: 21/3/2021

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2020**

		Endowment funds 12 months ended 31 August 2020 £	Restricted funds 12 months ended 31 August 2020 £	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £	Total funds 13 months ended 31 August 2019 £
	Note					
Income and endowments from:						
Donations and legacies	4	-	51,781	80,399	132,180	28,230
Charitable activities	5	-	-	13,822,393	13,822,393	13,409,906
Other trading activities	6	-	-	72,334	72,334	159,811
Investments	7	15,386	4,399	26,228	46,013	44,203
Other income	8	-	-	282,418	282,418	13,258
Total income and endowments		15,386	56,180	14,283,772	14,355,338	13,655,408
Expenditure on:						
Raising funds		6,615	1,891	61,852	70,358	89,059
Charitable activities	12	-	6,439	12,759,232	12,765,671	12,175,083
Total expenditure		6,615	8,330	12,821,084	12,836,029	12,264,142
Net (losses)/gains on investments		(14,980)	(4,283)	-	(19,263)	14,141
Net movement in funds		(6,209)	43,567	1,462,688	1,500,046	1,405,407
Reconciliation of funds:						
Total funds brought forward		592,563	391,385	33,990,645	34,974,593	33,569,186
Net movement in funds		(6,209)	43,567	1,462,688	1,500,046	1,405,407
Total funds carried forward		586,354	434,952	35,453,333	36,474,639	34,974,593

The notes on pages 21 to 53 form part of these financial statements.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)
REGISTERED NUMBER: 01262373

CONSOLIDATED BALANCE SHEET
AS AT 31 AUGUST 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	17	37,271,072	37,149,509
Investments	18	898,268	906,252
		<u>38,169,340</u>	<u>38,055,761</u>
Current assets			
Debtors	19	659,046	485,970
Cash at bank and in hand		9,994,729	8,416,120
		<u>10,653,775</u>	<u>8,902,090</u>
Creditors: amounts falling due within one year	20	(4,786,282)	(5,056,140)
Net current assets		<u>5,867,493</u>	<u>3,845,950</u>
Total assets less current liabilities		<u>44,036,833</u>	<u>41,901,711</u>
Creditors: amounts falling due after more than one year	21	(7,562,194)	(6,927,118)
Total net assets		<u><u>36,474,639</u></u>	<u><u>34,974,593</u></u>
Charity funds			
Endowment funds	23	586,354	592,563
Restricted funds	23	434,952	391,385
Unrestricted funds	23	35,453,333	33,990,645
Total funds		<u><u>36,474,639</u></u>	<u><u>34,974,593</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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



Dr Gerald Smart

Director

Date: 29/11/2021

The notes on pages 21 to 53 form part of these financial statements.

THE CLAREMONT FAN COURT FOUNDATION LIMITED

(A Company Limited by Guarantee)
REGISTERED NUMBER: 01262373

**COMPANY BALANCE SHEET
AS AT 31 AUGUST 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	17	37,271,072	37,149,509
Investments	18	898,270	906,254
		<u>38,169,342</u>	<u>38,055,763</u>
Current assets			
Debtors	19	770,048	652,928
Cash at bank and in hand		9,867,395	8,224,761
		<u>10,637,443</u>	<u>8,877,689</u>
Creditors: amounts falling due within one year	20	(4,777,284)	(5,038,249)
Net current assets		<u>5,860,159</u>	<u>3,839,440</u>
Total assets less current liabilities		<u>44,029,501</u>	<u>41,895,203</u>
Creditors: amounts falling due after more than one year	21	(7,562,194)	(6,927,118)
Total net assets		<u><u>36,467,307</u></u>	<u><u>34,968,085</u></u>
Charity funds			
Endowment funds	23	586,354	592,563
Restricted funds	23	434,953	391,385
Unrestricted funds	23	35,446,000	33,984,137
Total funds		<u><u>36,467,307</u></u>	<u><u>34,968,085</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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



Dr Gerald Smart

Director

Date: 29/11/21

The notes on pages 21 to 53 form part of these financial statements.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2020

	Note	12 months ended 31 August 2020 £	13 months ended 31 August 2019 £
Cash flows from operating activities			
Net cash provided by operating activities	26	1,314,937	3,334,113
Cash flows from investing activities			
Dividends, interests and rents from investments		46,013	44,203
Proceeds from the sale of tangible fixed assets		100	-
Purchase of tangible fixed assets		(580,501)	(5,068,113)
Purchase of investments		-	(2,436)
Net cash used in investing activities		(534,388)	(5,026,346)
Cash flows from financing activities			
Cash inflows from new borrowing		1,370,829	3,931,420
Repayments of borrowing		(337,902)	-
Repayments of finance leases		(46,341)	(22,117)
Interest paid		(188,526)	-
Net cash provided by financing activities		798,060	3,909,303
Change in cash and cash equivalents in the year		1,578,609	2,217,070
Cash and cash equivalents at the beginning of the year		8,416,120	6,199,050
Cash and cash equivalents at the end of the year	27	9,994,729	8,416,120

The notes on pages 21 to 53 form part of these financial statements

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

1. General information

The Claremont Fan Court Foundation Limited is a private company limited by guarantee, incorporated in England. The registered office is Claremont Fan Court School, Claremont Drive, Esher, Surrey, KT10 9LY.

The Members of the Company are the Trustees named on page 1. In the event of the Company being wound up, the liability in respect of the guarantee is limited to £1 per Member of the Company.

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 Companies Act 2006.

The Claremont Fan Court Foundation Limited 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Company and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

The income and expenditure account for the year dealt with in the accounts of the Company was £1,499,222 (2019: £1,405,211).

The presentation currency of the Company is GBP. The financial statements are rounded to the nearest £.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

2. Accounting policies (continued)

2.2 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 Group and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group 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.

2.3 Income

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

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

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.

Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided. Fees receivable are stated after deducting allowances, scholarships and other remissions granted by the School from its unrestricted funds, but include contributions from restricted funds for scholarships, bursaries and other grants.

2.4 Grant and bursaries

Grants, bursaries and allowances from unrestricted funds towards fees at the School are treated as a reduction in those fees.

2.5 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. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

2. Accounting policies (continued)

2.5 Expenditure (continued)

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

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

All expenditure is inclusive of irrecoverable VAT.

2.6 Going concern

Generally, there has been some impact caused by the COVID-19 pandemic in the UK economy and the education sector as a whole. However, this does not deter the school's financial outlook as it remains committed and prepared to provide an excellent standard of education whether remotely or on-site despite the challenges of COVID-19. This is evident by the comments made directly to our admissions and marketing team, on public internet forums and social networking sites where parents have actively recommended the school. The school's reputation has continued to flourish with growing interest in all areas of the school leading to a sharp rise in pupil numbers by 5.5% in January 2021 (888 to 937). Similarly, the applications for places have increased significantly. The school is now full in many year groups, with some year groups having waiting lists for places.

By introducing on-site testing for COVID-19 the school is able to reduce the risk of remote learning and provide a safer learning environment. Through prudent financial planning and cashflow management, the school is in good financial health, and even more so by reducing the bank loan debt by £2M post year end. With regular financial projections, swift communication with key stakeholders, and robust cashflow management, the trustees conclude that there are no material uncertainties about the company's ability to continue as a going concern.

2.7 Government grants

Government grants relating to the Coronavirus job retention scheme are credited to the Consolidated Statement of Financial Activities as the related expenditure is incurred.

2.8 Interest receivable

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

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

2. Accounting policies (continued)

2.9 Tangible fixed assets and depreciation

Assets are capitalised when a non-replacement item, project or package of improvement is of a value higher than £1,000, and when the benefit accruing from the expenditure will be of a lasting nature, i.e. of more than one year.

Interest and financing costs on borrowing relating to fixed assets is capitalised in the cost of the asset.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is not charged on freehold land.

Assets in the course of construction are included at costs incurred to date. Depreciation on these assets is not charged until they are brought into use.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, as detailed below.

Depreciation is provided on the following bases:

Freehold property	<ul style="list-style-type: none">- Grade 1, Grade 2 and Grade 2* Listed (Mansion, Stable Court, White Cottage, Generator House) - 200 years useful life with residual value 50%Temporary Buildings and non listed buildings - 30 years with residual value 25%New buildings - 50 years with residual value 25%Wider landscaping works - 25 years straight lineCar parks and road works - 25 years straight lineOutdoor sports facilities - 25 years straight line
Motor vehicles	<ul style="list-style-type: none">- 25% reducing balance
Fixtures and fittings	<ul style="list-style-type: none">- comprised of:<ul style="list-style-type: none">-Plant: 20% straight line-Computers: 25% straight line-Equipment: 20% straight line-Security: 7.5% to 20% straight line-Fixtures & fittings: 20% straight line
Assets in the course of construction	<ul style="list-style-type: none">- Not depreciated until available for use

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

2. Accounting policies (continued)

2.10 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 Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.11 Finance leases and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Group. Obligations under such agreements are included in creditors, net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Consolidated Statement of Financial Activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.12 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.

2.13 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.

2.14 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 Company 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 Consolidated Statement of Financial Activities as a finance cost.

2.15 Fees in advance

Fees in advance are treated as deferred income until the criteria for income recognition are met.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

2. Accounting policies (continued)

2.16 Financial instruments

The Group 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.

2.17 Pensions

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

The Company operates a defined benefit pension scheme. The scheme is a multi-employer scheme where it is not possible, in the normal course of events, to identify on a consistent and reasonable basis, the share of underlying assets and liabilities belonging to individual participating employers. Therefore, as required by FRS 102 'post-employment benefits', the Company accounts for this scheme as if it were a defined contribution scheme. The amount charged to the Statement of Financial Activities represents contributions payable to the scheme in respect of the accounting period.

3. Critical accounting estimates and areas of judgment

In the application of the accounting policies, management is required to make judgments, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical accounting estimates and assumptions:

- Useful economic lives of tangible assets

The annual depreciation charge is sensitive to changes in the economic lives and residual values of the assets.

- Split of land and buildings

Valuation techniques were applied by professional valuers to determine the separate values of land and buildings.

- Likelihood of contingent liabilities and assets

There is judgment in determining the likelihood of contingent liabilities and assets resulting in liabilities and assets that may require inclusion in the financial statements.

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

4. Income from donations and legacies

	Restricted funds 12 months ended 31 August 2020 £	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Donations	51,781	80,399	132,180

	<i>Restricted funds 13 months ended 31 August 2019 £</i>	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Donations	6,471	21,759	28,230

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

5. Income from charitable activities

	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
School and registration fees	15,699,406	15,699,406
Bursaries, grants and allowances	(1,877,013)	(1,877,013)
	<u>13,822,393</u>	<u>13,822,393</u>
	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
School and registration fees	14,364,549	14,364,549
Bursaries, grants and allowances	(954,643)	(954,643)
	<u>13,409,906</u>	<u>13,409,906</u>

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

6. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Rent receivable	72,334	72,334

	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Rent receivable	159,811	159,811

7. Investment income

	Endowment funds 12 months ended 31 August 2020 £	Restricted funds 12 months ended 31 August 2020 £	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Income from listed investments	15,386	4,399	-	19,785
Interest receivable	-	-	26,228	26,228
	<u>15,386</u>	<u>4,399</u>	<u>26,228</u>	<u>46,013</u>

THE CLAREMONT FAN COURT FOUNDATION LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

7. Investment income (continued)

	<i>Endowment funds 13 months ended 31 August 2019 £</i>	<i>Restricted funds 13 months ended 31 August 2019 £</i>	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Income from listed investments	14,748	4,209	-	18,957
Investment income	-	-	25,246	25,246
	<u>14,748</u>	<u>4,209</u>	<u>25,246</u>	<u>44,203</u>

8. Other incoming resources

	<i>Unrestricted funds 12 months ended 31 August 2020 £</i>	<i>Total funds 12 months ended 31 August 2020 £</i>
Sundry income	<u>282,418</u>	<u>282,418</u>

	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Sundry income	<u>13,258</u>	<u>13,258</u>

Included within sundry income is £272,324 (2019: £nil) of government grants in relation to the Coronavirus job retention scheme.

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9. Expenditure on raising funds

	Endowment funds 12 months ended 31 August 2020 £	Restricted funds 12 months ended 31 August 2020 £	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Costs of raising voluntary income (Note 10)	-	-	47,067	47,067
Other trading expenses (Note 10)	-	-	14,785	14,785
Investment management costs (Note 11)	6,615	1,891	-	8,506
	<u>6,615</u>	<u>1,891</u>	<u>61,852</u>	<u>70,358</u>

	Endowment funds 13 months ended 31 August 2019 £	Restricted funds 13 months ended 31 August 2019 £	Unrestricted funds 13 months ended 31 August 2019 £	Total funds 13 months ended 31 August 2019 £
Costs of raising voluntary income (Note 10)	-	-	50,350	50,350
Other trading expenses (Note 10)	-	-	30,449	30,449
Investment management costs (Note 11)	6,426	1,834	-	8,260
	<u>6,426</u>	<u>1,834</u>	<u>80,799</u>	<u>89,059</u>

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10. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Printing, postage and stationery	280	280
Advertising	-	-
Computer costs	4,765	4,765
Legal and professional	-	-
General expenses	(150)	(150)
Wages and salaries	35,466	35,466
National insurance	2,725	2,725
Pension costs	3,981	3,981
	<u>47,067</u>	<u>47,067</u>

	Unrestricted funds 13 months ended 31 August 2019 £	Total funds 13 months ended 31 August 2019 £
Printing, postage and stationery	418	418
Advertising	1,378	1,378
Computer costs	6,020	6,020
Legal and professional	1,477	1,477
General expenses	2,227	2,227
Wages and salaries	32,125	32,125
National insurance	2,866	2,866
Pension costs	3,839	3,839
	<u>50,350</u>	<u>50,350</u>

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10. Expenditure on raising funds (continued)

Other trading expenses

	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Administration expenses	14,785	14,785

	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Administration expenses	30,449	30,449

11. Investment management costs

	Endowment funds 12 months ended 31 August 2020 £	Restricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Investment management fees	6,615	1,891	8,506

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11. Investment management costs (continued)

	<i>Endowment funds 13 months ended 31 August 2019 £</i>	<i>Restricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Investment management fees	6,426	1,834	8,260

12. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 12 months ended 31 August 2020 £	Unrestricted funds 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Education	6,439	12,759,232	12,765,671

	<i>Restricted funds 13 months ended 31 August 2019 £</i>	<i>Unrestricted funds 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Education	5,466	12,169,617	12,175,083

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13. Analysis of expenditure by activities

	Activities undertaken directly 12 months ended 31 August 2020 £	Support costs 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Education	8,478,585	4,287,086	12,765,671

	Activities undertaken directly 13 months ended 31 August 2019 £	Support costs 13 months ended 31 August 2019 £	Total funds 13 months ended 31 August 2019 £
Education	8,774,348	3,400,735	12,175,083

Analysis of direct costs

	Education 12 months ended 31 August 2020 £	Total funds 12 months ended 31 August 2020 £
Staff costs	6,712,730	6,712,730
Teaching costs	763,259	763,259
Premises costs	239,320	239,320
Scholarships, prizes and awards	3,732	3,732
Other costs	759,544	759,544
	8,478,585	8,478,585

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13. Analysis of expenditure by activities (continued)

Analysis of direct costs (continued)

	<i>Education 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Staff costs	6,559,720	6,559,720
Teaching costs	1,029,365	1,029,365
Premises costs	240,972	240,972
Scholarships, prizes and awards	2,122	2,122
Other costs	942,169	942,169
	<u>8,774,348</u>	<u>8,774,348</u>

Analysis of support costs

	<i>Education 12 months ended 31 August 2020 £</i>	<i>Total funds 12 months ended 31 August 2020 £</i>
Staff costs	1,647,455	1,647,455
Governance costs	44,836	44,836
Premises costs	1,462,993	1,462,993
Other administration costs	396,157	396,157
Depreciation	550,175	550,175
Loss on disposal	145	145
Loan interest payable	185,325	185,325
	<u>4,287,086</u>	<u>4,287,086</u>

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13. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	<i>Education 13 months ended 31 August 2019 £</i>	<i>Total funds 13 months ended 31 August 2019 £</i>
Staff costs	1,661,415	1,661,415
Governance costs	36,298	36,298
Premises costs	844,323	844,323
Other administrative costs	461,793	461,793
Depreciation	396,906	396,906
	<u>3,400,735</u>	<u>3,400,735</u>

14. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £28,322 (2019 - £21,004).

15. Staff costs

	Group 12 months ended 31 August 2020 £	<i>Group 13 months ended 31 August 2019 £</i>	Company 12 months ended 31 August 2020 £	<i>Company 13 months ended 31 August 2019 £</i>
Wages and salaries	6,489,244	6,654,565	6,524,168	6,666,036
Social security costs	648,445	647,512	648,445	647,512
Defined benefit and defined contribution pension costs	1,264,668	957,888	1,264,668	957,888
	<u>8,402,357</u>	<u>8,259,965</u>	<u>8,437,281</u>	<u>8,271,436</u>

One compensation payment of £10,000 was paid in the year to a member of staff who resigned.

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15. Staff costs (continued)

The average number of persons employed by the Company during the year was as follows:

	Group 12 months ended 31 August 2020 No.	<i>Group 13 months ended 31 August 2019 No.</i>	Company 12 months ended 31 August 2020 No.	<i>Company 13 months ended 31 August 2019 No.</i>
Teaching	104	101	104	101
Academic support	37	41	37	41
Admin and maintenance	52	52	53	52
Ancillary	20	22	20	22
	213	<i>216</i>	214	<i>216</i>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 12 months ended 31 August 2020	<i>Group 13 months ended 31 August 2019</i>
In the band £60,001 - £70,000	1	6
In the band £70,001 - £80,000	2	3
In the band £80,001 - £90,000	0	0
In the band £90,001 - £100,000	0	1
In the band £100,001 - £110,000	1	0
In the band £110,001 - £120,000	0	1
In the band £120,000 - £130,000	1	0

The key management personnel of the School are the head teachers for the senior, preparatory and pre-preparatory schools, the senior deputy head teacher of the senior school, the pastoral deputy head teacher, the bursar, the finance and resources manager, and the estate manager..

The total remuneration of the key management personnel in the year was £800,471 (2019: £652,242).

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16. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 August 2020, expenses totalling £203 were reimbursed or paid directly to 1 Trustee (2019 - £829 to 1 Trustee).

In addition, the School incurred costs of £372 (2019: £2,041) on behalf of Trustees for accommodation when attending school meetings and training.

17. Tangible fixed assets

Group and Company

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 September 2019	37,081,124	272,731	2,519,456	39,873,311
Additions	436,601	4,191	231,191	671,983
Disposals	-	(25,178)	-	(25,178)
At 31 August 2020	<u>37,517,725</u>	<u>251,744</u>	<u>2,750,647</u>	<u>40,520,116</u>
Depreciation				
At 1 September 2019	462,060	232,909	2,028,833	2,723,802
Charge for the year	295,627	11,003	243,545	550,175
On disposals	-	(24,933)	-	(24,933)
At 31 August 2020	<u>757,687</u>	<u>218,979</u>	<u>2,272,378</u>	<u>3,249,044</u>
Net book value				
At 31 August 2020	<u><u>36,760,038</u></u>	<u><u>32,765</u></u>	<u><u>478,269</u></u>	<u><u>37,271,072</u></u>
At 31 August 2019	<u><u>36,619,064</u></u>	<u><u>39,822</u></u>	<u><u>490,623</u></u>	<u><u>37,149,509</u></u>

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17. Tangible fixed assets (continued)

Included in freehold property is freehold land held at a deemed cost of £16,187,233 (2019: £16,187,233), historic cost £77,427 (2019: £77,427) which is not depreciated.

The net book value of assets held under finance leases or hire purchase contracts, included in fixtures & fittings above, is £86,812 (2019: £24,440). The depreciation charge for the period on assets held under finance leases or hire purchase contracts, included in fixtures & fittings above, is £29,111 (2019: £6,760).

Borrowing costs of £nil (2019: £156,501) have been capitalised within freehold property. The cumulative capitalised borrowing costs are £292,581 (2019: £292,581). This relates to 100% of the bank loan interest.

18. Fixed asset investments

Group	Listed investments £
Cost or valuation	
At 1 September 2019	906,252
Revaluations	(7,984)
At 31 August 2020	898,268
Net book value	
At 31 August 2020	898,268
At 31 August 2019	906,252

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18. Fixed asset investments (continued)

Company	Investments in subsidiary companies £	Listed investments £	Total £
Cost or valuation			
At 1 September 2019	2	906,252	906,254
Revaluations	-	(7,984)	(7,984)
At 31 August 2020	2	898,268	898,270
Net book value			
At 31 August 2020	2	898,268	898,270
<i>At 31 August 2019</i>	<i>2</i>	<i>906,252</i>	<i>906,254</i>

Investment Risk Management

The Foundation has appointed the services of a professional firm (Investec) to manage its investment portfolio. Decisions are made in accordance with the Foundation's investment policy. Though the risk management function is outsourced, the Foundation has reasonable controls in place to monitor risk levels. This includes competency of staff, regular updates from Investec, and review meetings with the Finance Committee. Main areas to cover are:

- **Market risk:** the effect of interest rates, volatility of dividend or interest yields and exchange rate risk if investments are in foreign markets. The overall market value gains over the years demonstrate good controls are put in place by Investec to ensure there is no significant exposure and decisions to sell or purchase are made quickly to mitigate market risk exposure where necessary. Some risks maybe inherent and can be tolerated.
- **Liquidity risk:** investments may not be convertible back to cash. Lack of demand for purchasers for the investments or because of terms of redemption. Considered a low risk as the investments are frequently traded on recognised stock exchanges, without significant terms attached.
- **Credit risk:** Value of the investments deteriorating through corporate failures. This is mitigated by the type of investments and policy framework. The involvement of experts ensures proper organisation checks are made to minimise the occurrence. The Foundation depends on expert opinion and intelligence, hence low risk.

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19. Debtors

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Due within one year				
Trade debtors	285,182	166,203	284,532	164,195
Amounts owed by group undertakings	-	-	111,652	168,966
Other debtors	84,449	4,673	84,449	4,673
Prepayments and accrued income	289,415	315,094	289,415	315,094
	<u>659,046</u>	<u>485,970</u>	<u>770,048</u>	<u>652,928</u>

20. Creditors: Amounts falling due within one year

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Bank loans	482,892	281,793	482,892	281,793
Trade creditors	239,792	230,173	236,390	226,602
Other taxation and social security	163,033	147,848	162,925	145,351
Obligations under finance lease and hire purchase contracts	33,212	7,800	33,212	7,800
Other creditors	2,920,487	2,739,897	2,919,499	2,737,763
Accruals and deferred income	946,866	1,648,629	942,366	1,638,940
	<u>4,786,282</u>	<u>5,056,140</u>	<u>4,777,284</u>	<u>5,038,249</u>

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Deferred income				
Deferred income at the start of the period	99,374	68,313	99,374	68,313
Resources deferred during the year	41,033	99,374	41,033	99,374
Amounts released from previous periods	(99,374)	(68,313)	(99,374)	(68,313)
Deferred income at the end of the period	<u>41,033</u>	<u>99,374</u>	<u>41,033</u>	<u>99,374</u>

Deferred income relates to trip income received in advance.

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21. Creditors: Amounts falling due after more than one year

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Bank loans	7,429,206	6,597,378	7,429,206	6,597,378
Net obligations under finance lease and hire purchase contracts	32,729	13,000	32,729	13,000
Other creditors	100,259	316,740	100,259	316,740
	<u>7,562,194</u>	<u>6,927,118</u>	<u>7,562,194</u>	<u>6,927,118</u>

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Bank loans repayable by instalments	<u>5,395,622</u>	<u>4,993,614</u>	<u>5,395,622</u>	<u>4,993,614</u>

The bank loan is secured by way of first legal charge over the freehold property and a fixed and floating charge over all property and undertakings of the Company. The total bank loan balance owed at the year end was £7,912,098 (2019: £6,879,171).

Interest is charged at 1.95% over the base rate. The loan is repayable in equal instalments from December 2019 to November 2034.

22. Financial instruments

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Financial assets				
Financial assets measured at fair value through income and expenditure	<u>898,268</u>	<u>906,252</u>	<u>898,268</u>	<u>906,252</u>

Financial assets measured at fair value through income and expenditure comprise fixed asset investments.

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23. Statement of funds

Statement of funds - current year

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
Unrestricted funds						
Designated funds						
Landscape management	150,000	-	-	50,000	-	200,000
Fabric maintenance of Heritage Assets	300,000	-	-	100,000	-	400,000
	<u>450,000</u>	<u>-</u>	<u>-</u>	<u>150,000</u>	<u>-</u>	<u>600,000</u>
General funds						
General funds	11,370,397	14,162,414	(12,700,551)	(134,494)	-	12,697,766
Non-charitable trading funds	6,509	121,358	(120,533)	-	-	7,334
Revaluation reserve	22,163,739	-	-	(15,506)	-	22,148,233
	<u>33,540,645</u>	<u>14,283,772</u>	<u>(12,821,084)</u>	<u>(150,000)</u>	<u>-</u>	<u>34,853,333</u>
Total Unrestricted funds	<u>33,990,645</u>	<u>14,283,772</u>	<u>(12,821,084)</u>	<u>-</u>	<u>-</u>	<u>35,453,333</u>
Endowment funds						
Endowment funds	592,563	15,386	(6,615)	-	(14,980)	586,354
Restricted funds						
Scholarships and bursaries fund	8,658	1,220	(915)	-	(520)	8,443
Prizes	364,581	4,738	(2,530)	-	(3,763)	363,026
CS Burs SAFE	841	30	(30)	-	-	841

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23. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
Sports & Arts	5,552	-	-	-	-	5,552
AGF Technology	99	-	-	-	-	99
AGF Heritage	-	2,707	(2,707)	-	-	-
Shane Lalani Sports Scholarship	10,354	47,027	(1,715)	-	-	55,666
Shane Lalani Sports Endeavor	1,300	-	(433)	-	-	867
Gift aid	-	458	-	-	-	458
	<u>391,385</u>	<u>56,180</u>	<u>(8,330)</u>	<u>-</u>	<u>(4,283)</u>	<u>434,952</u>
Total of funds	<u>34,974,593</u>	<u>14,355,338</u>	<u>(12,836,029)</u>	<u>-</u>	<u>(19,263)</u>	<u>36,474,639</u>

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23. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 August 2018 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2019 £
Unrestricted funds						
Designated funds						
Landscape management	100,000	-	-	50,000	-	150,000
Fabric maintenance of Heritage Assets	200,000	-	-	100,000	-	300,000
	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>150,000</u>	<u>-</u>	<u>450,000</u>
General funds						
General funds	10,123,231	13,429,648	(12,050,280)	(132,202)	-	11,370,397
Non-charitable trading funds	6,312	200,333	(200,136)	-	-	6,509
Revaluation reserve	22,180,537	-	-	(16,798)	-	22,163,739
	<u>32,310,080</u>	<u>13,629,981</u>	<u>(12,250,416)</u>	<u>(149,000)</u>	<u>-</u>	<u>33,540,645</u>
Total Unrestricted funds	<u>32,610,080</u>	<u>13,629,981</u>	<u>(12,250,416)</u>	<u>1,000</u>	<u>-</u>	<u>33,990,645</u>
Endowment funds						
Endowment funds	<u>573,518</u>	<u>14,748</u>	<u>(6,426)</u>	<u>-</u>	<u>10,723</u>	<u>592,563</u>
Restricted funds						
Scholarships and bursaries fund	7,987	1,657	(1,368)	-	382	8,658
Prizes	359,454	4,601	(2,510)	-	3,036	364,581
CS Burs SAFE	841	78	(78)	-	-	841

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23. Statement of funds (continued)

Statement of funds - prior year (continued)

	Balance at 1 August 2018 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2019 £
Sports & Arts	5,552	-	-	-	-	5,552
AGF Technology	99	-	-	-	-	99
AGF Heritage	-	3,344	(3,344)	-	-	-
New science building	-	1,000	-	(1,000)	-	-
Shane Lalani Sports Scholarship	10,354	-	-	-	-	10,354
Shane Lalani Sports Endeavor	1,300	-	-	-	-	1,300
	<u>385,587</u>	<u>10,680</u>	<u>(7,300)</u>	<u>(1,000)</u>	<u>3,418</u>	<u>391,385</u>
Total of funds	<u><u>33,569,185</u></u>	<u><u>13,655,409</u></u>	<u><u>(12,264,142)</u></u>	<u><u>-</u></u>	<u><u>14,141</u></u>	<u><u>34,974,593</u></u>

24. Summary of funds

Summary of funds - current year

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
Designated funds	450,000	-	-	150,000	-	600,000
General funds	33,540,645	14,283,772	(12,821,084)	(150,000)	-	34,853,333
Endowment funds	592,563	15,386	(6,615)	-	(14,980)	586,354
Restricted funds	391,385	56,180	(8,330)	-	(4,283)	434,952
	<u><u>34,974,593</u></u>	<u><u>14,355,338</u></u>	<u><u>(12,836,029)</u></u>	<u><u>-</u></u>	<u><u>(19,263)</u></u>	<u><u>36,474,639</u></u>

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24. Summary of funds (continued)

Summary of funds - prior year

	<i>Balance at 1 August 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 August 2019 £</i>
Designated funds	300,000	-	-	150,000	-	450,000
General funds	32,310,080	13,629,981	(12,250,416)	(149,000)	-	33,540,645
Endowment funds	573,518	14,748	(6,426)	-	10,723	592,563
Restricted funds	385,587	10,680	(7,300)	(1,000)	3,418	391,385
	<u>33,569,185</u>	<u>13,655,409</u>	<u>(12,264,142)</u>	<u>-</u>	<u>14,141</u>	<u>34,974,593</u>

Restricted Funds

The Scholarships and bursaries fund is to provide financial assistance to parents in paying school fees.

The Prizes fund are to reward students for their academic achievements and to facilitate extra-curricular activities.

The AGF Heritage fund is there to preserve the historic importance of the landscape and buildings within the School site.

Donations received specifically for the Science Building have been transferred to reflect this contribution.

All the remaining restricted funds are general Annual Giving Funds (AGF) for the purposes to support various educational activities.

School consumables are money received from the PTA for specific School projects in the year including the PE department, Young Enterprise, Garden Project and playground markings.

Endowment Funds

To provide a source of income for the general benefit of the Charity.

Designated Funds

The Landscape management fund is for recovery and improvement of the Grade 1 listed landscape.

The Fabric maintenance of Heritage Assets fund is for the external and internal fabric of the listed buildings.

Transfers between funds are to recognised utilisation of restricted and designated funds in fixed assets with no continuing restricted or designation over the assets.

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25. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Endowment funds 2020 £	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	-	37,271,072	37,271,072
Fixed asset investments	586,354	311,914	-	898,268
Current assets	-	123,038	10,530,737	10,653,775
Creditors due within one year	-	-	(4,786,282)	(4,786,282)
Creditors due in more than one year	-	-	(7,562,194)	(7,562,194)
Total	586,354	434,952	35,453,333	36,474,639

Analysis of net assets between funds - prior period

	Endowment funds 2019 £	Restricted funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	-	-	37,149,509	37,149,509
Fixed asset investments	592,563	313,689	-	906,252
Current assets	-	77,696	8,824,394	8,902,090
Creditors due within one year	-	-	(5,056,140)	(5,056,140)
Creditors due in more than one year	-	-	(6,927,118)	(6,927,118)
Total	592,563	391,385	33,990,645	34,974,593

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26. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 12 months ended 2020 £	<i>Group 13 months ended 2019 £</i>
Net income for the period (as per Statement of Financial Activities)	1,500,046	1,405,407
Adjustments for:		
Depreciation charges	550,175	396,906
Gains on investments	7,984	(22,401)
Dividends, interests and rents from investments	(46,013)	(44,203)
Loss on the sale of fixed assets	145	-
Increase in debtors	(173,076)	(126,845)
Increase/(decrease) in creditors	(712,850)	1,725,249
Interest paid	188,526	-
Net cash provided by operating activities	1,314,937	3,334,113

27. Analysis of cash and cash equivalents

	Group 2020 £	<i>Group 2019 £</i>
Cash and bank in hand	9,994,729	8,416,120

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28. Analysis of changes in net debt

	At 1 September 2019 £	Cash flows £	New finance leases £	At 31 August 2020 £
Cash at bank and in hand	8,416,120	1,578,609	-	9,994,729
Debt due within 1 year	(281,793)	(201,099)	-	(482,892)
Debt due after 1 year	(6,597,378)	(831,828)	-	(7,429,206)
Finance leases	(20,800)	46,341	(91,482)	(65,941)
	<u>1,516,149</u>	<u>592,023</u>	<u>(91,482)</u>	<u>2,016,690</u>

29. Contingent liabilities and contingent assets

The new Sir Sydney Camm science and technology building was completed in August 2019, a year later than contractually planned. This has resulted in a dispute where the main contractor is claiming for extensions of time under the contract which is strongly rejected on the basis of insufficient grounds or substantiation. Conversely, the school is attempting to claim liquidated and ascertained damages (LADs) from the contractor under the contract. At the reporting date, the school's cost consultant Synergy have reported a projected final cost of works of £7.75m (inc VAT), compared to the original contract sum of £6.9m (inc VAT). The amount of £7.75m (inc VAT) has been certified out of which £7.67m (inc VAT) has been recognised in the balance sheet at the year end. The school is attempting to claim a total £0.5m in liquidated and ascertained damages (LAD's) through payless notices, and £319k (net of VAT) of these claims has been withheld at the year-end by not paying invoices for the valued works. In addition to the final account, the contractor is claiming a further £1.82m (inc VAT), mostly for extension of time and additional costs. Both the LAD claims and settlement of contractor claims are subject to further negotiation, mediation and possible litigation. The school is obtaining legal advice and has factored in financial scenarios to address this matter.

30. Capital commitments

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Contracted for but not provided in these financial statements				
Acquisition of tangible fixed assets	-	433,977	-	433,977

At the previous period end the Company was committed to the construction of a new Science and Technology Facility.

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31. Pension commitments

The Company operates a defined contributions pension scheme for its non-teaching staff. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £225,860 (2019: £207,257). At the year end £24,061 (2019: £21,155) was payable and included in creditors.

The School participates in the Teachers' Pension Scheme (England and Wales) ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £1,038,807 (2019: £750,630) and at the year end £121,582 (2019: £91,763) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefit pension scheme governed by the Teachers' Pension Scheme Regulations 2014. Members contribute on a "pay as you go" basis with contributions from members and the employer being credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

The employer contribution rate is set by the Secretary of State following scheme valuations undertaken by the Government Actuary's Department. The most recent actuarial valuation of the TPS was prepared as at 31 March 2016 and the Valuation Report, which was published in March 2019, confirmed that the employer contribution rate for the TPS would increase from 16.4% to 23.6% from 1 September 2019. Employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution rate of 23.68%.

The 31 March 2016 Valuation Report was prepared in accordance with the benefits set out in the scheme regulations and under the approach specified in the Directions, as they applied at 5 March 2019. However, the assumptions were considered and set by the Department for Education prior to the ruling in the 'McCloud/Sargeant case'. This case has required the courts to consider cases regarding the implementation of the 2015 reforms to Public Service Pensions including the Teachers' Pensions.

On 27 June 2019 the Supreme Court denied the government permission to appeal the Court of Appeal's judgment that transitional provisions introduced to the reformed pension schemes in 2015 gave rise to unlawful age discrimination. The government is respecting the Court's decision and has said it will engage fully with the Employment Tribunal as well as employer and member representatives to agree how the discriminations will be remedied.

The TPS is subject to a cost cap mechanism which was put in place to protect taxpayers against unforeseen changes in scheme costs. The Chief Secretary to the Treasury, having in 2018 announced that there would be a review of this cost cap mechanism, in January 2019 announced a pause to the cost cap mechanism following the Court of Appeal's ruling in the McCloud/Sargeant case and until there is certainty about the value of pensions to employees from April 2015 onwards.

In view of the above rulings and decisions the assumptions used in the 31 March 2016 Actuarial Valuation may become inappropriate. In this scenario, a valuation prepared in accordance with revised benefits and suitably revised assumptions would yield different results than those contained in the Actuarial Valuation.

Until a remedy to the discrimination conclusion has been determined by the Employment Tribunal it is not possible to conclude on any financial impact or future changes to the contribution rates of the TPS. Accordingly no provision for any additional past benefit pension costs is included in these financial statements.

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32. Operating lease commitments

At 31 August 2020 the Group and the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Not later than 1 year	-	128	-	128

33. Related party transactions

During the year, the School entered into transactions with its subsidiary, Claremont Can Court Enterprises Limited.

At the beginning of the year, the School was owed £168,966 by Claremont Fan Court Enterprises Limited. During the year, donations of £70,040 (2019: £114,039) were made to the School, costs of £35,708 (2019: £55,647) were recharged by the School and net funds of £163,063 (2019: £112,497) were transferred to the School. At the end of the year, the school was owed £111,651 by Claremont Fan Court Enterprises Limited.

34. Principal subsidiaries

The following was a subsidiary undertaking of the Company:

Name	Company number	Class of shares	Holding	Included in consolidation
Claremont Fan Court Enterprises Limited	01698864	Ordinary	100%	Yes

The financial results of the subsidiary for the year were:

Name	Income £	Expenditure £	Profit/(Loss) for the period £	Net assets £
Claremont Fan Court Enterprises Limited	121,358	120,533	825	7,336

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