

Company Number: 00502119
Registered Charity Number: 277670

**THE PAPWORTH AND ENHAM
FOUNDATION**

A company limited by guarantee

Annual Report and Financial Statements

For the year ended 31 March 2021

THE PAPWORTH AND ENHAM FOUNDATION

CONTENTS

	Page
Officers and professional advisers	1
Report of the Council of Management	2
Independent auditors' report	5
Statement of Financial Activities (including the income and expenditure account)	8
Statement of Financial Position	9
Notes to the Financial Statements	10

THE PAPWORTH AND ENHAM FOUNDATION

OFFICERS AND PROFESSIONAL ADVISERS

Year ended 31 March 2021

PATRON

Her Royal Highness, the Duchess of Gloucester, GCVO

MEMBERS OF THE COUNCIL OF MANAGEMENT

M Blake

H Gunn

S Kent

K Aziz (Resigned 31 December 2020)

COMPANY SECRETARY

S Williams

REGISTERED OFFICE

Enham Place

Enham Alamein

Andover

Hampshire

SP11 6JS

BANKERS

Barclays Bank Plc

Leicester

LE87 2BB

SOLICITORS

Blake Morgan LLP

Harbour Court

Compass Road

North Harbour

Portsmouth

Hampshire

PO6 4ST

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP

Savannah House

3 Ocean Way

Ocean Village

Southampton

SO14 3TJ

THE PAPWORTH AND ENHAM FOUNDATION

REPORT OF THE COUNCIL OF MANAGEMENT Year ended 31 March 2021

The Council of Management presents its annual report and the audited financial statements of The Papworth and Enham Foundation (the "Foundation") for the year ended 31 March 2021.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and the 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) issued in October 2019.

CONSTITUTION AND GOVERNANCE OF THE CHARITY

As well as being a registered charity, number 277670, the Foundation is a company limited by guarantee, registered in England number 00502119 and is governed by its Memorandum and Articles of Association. It is managed by the Council of Management, who are also considered directors of the charitable company for the purposes of company law and trustees for the purposes of charity law. Council members may be appointed during the year to fill a casual vacancy and are elected for a term of one year at the Annual General Meeting, should they wish to continue in office for a further year they offer themselves for re-election by the members of the Foundation present at the meeting.

PURPOSES OF THE CHARITY, RESERVES AND RISK MANAGEMENT

The main objective of the charity is to assist people with disabilities. It also has the power to assist their needy dependants. These objectives are fulfilled in practice by raising appeal funds for its two associated charities, The Papworth Trust and Enham Trust, both of which are concerned with the training, employment and housing of people with disabilities and their families. The trustees consider the activities of the charity and its achievements for the year ended 31 March 2021 comply with the duty in section 4 of the Charities Act 2006 to have due regard to public benefit guidance issued by the Charity Commission.

The charity fulfils its objectives by making distributions to The Papworth Trust and Enham Trust. The unrestricted reserves are intended to meet future running costs. The council believes that there are no significant risks associated with the charity's activities.

RESULTS FOR THE YEAR

Two significant legacies meant that total income for the year ended 31 March 2021 was £140,790 compared with £287 for the previous year. The council would like to express its sincere thanks to those who have contributed to the charity during the year.

During the year £nil (2020: £nil) was donated to The Papworth Trust and £nil (2020: £nil) to Enham Trust, leaving a surplus of £144,626 (2020: £3,919) to be carried forward.

FUTURE ACTIVITIES

It was agreed between The Papworth Trust and Enham Trust that, from June 1993, they would each raise funds separately through their own appeals departments. It is therefore expected that the amount of funds raised through The Papworth and Enham Foundation will diminish in the future.

REPORT OF THE COUNCIL OF MANAGEMENT (continued)
Year ended 31 March 2021

GOING CONCERN

After full examination of all the major areas of risk and financial exposure, the directors are satisfied that no material or significant exposures exist other than as reflected in these financial statements and that The Papworth and Enham Foundation has adequate resources to continue its operations for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing these financial statements.

COUNCIL OF MANAGEMENT

The members of the Council of Management who have served during the year and up to the date of signing the financial statements are set out on page 1. Enham Trust group has a Directors and Officers liability insurance policy which provides insurance cover to the members of the Council of Management of The Papworth and Enham Foundation in their role.

COUNCIL OF MANAGEMENT'S RESPONSIBILITIES STATEMENT

The members of the Council of Management (who are also directors of The Papworth and Enham Foundation for the purposes of company law and trustees for the purposes of charity law) are responsible for preparing the Report of the Council of Management and the financial statements in accordance with applicable law and regulation.

Company law requires the Council of Management to prepare financial statements for each financial year. Under that law the Council of Management have prepared the financial statements in accordance with United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice). Under company law the Council of Management must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Council of Management are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Statement of Recommended Practice: Accounting and Reporting by Charities (2019);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Council of Management are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE PAPWORTH AND ENHAM FOUNDATION

REPORT OF THE COUNCIL OF MANAGEMENT (continued) Year ended 31 March 2021

COUNCIL OF MANAGEMENT'S CONFIRMATIONS

In the case of each member of the Council of Management in office at the date the Report of the Council of Management is approved:

(a) so far as the member is aware, there is no relevant audit information of which the charitable company's auditors are unaware; and

(b) each member has taken all the steps that he/she ought to have taken as a member in order to make himself/herself aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

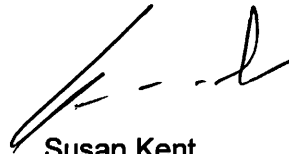
This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

The Report of the Council of Management has been prepared taking advantage of the small companies' exemption of Part 15 of the Companies Act 2006. As a small company, the charitable company is not required to prepare a Strategic Report.

Approved by the Council of Management on 11th October 2021



Heath Gunn
Director



Susan Kent
Director

Independent auditors' report to the members of the Papworth and Enham Foundation

Report on the audit of the financial statements

Opinion

In our opinion, The Papworth and Enham Foundation's charitable company financial statements (the "financial statements"):

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its 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 (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Statement of Financial Position as at 31 March 2021; the Statement of Financial Activities (Including the Income and Expenditure Account) for the year then ended; and the notes to the financial statements, which include a description of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the Council of Management's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the charitable company's ability to continue as a going concern.

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

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Council of Management are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Independent auditors' report to the members of the Papworth and Enham Foundation

Report of the Council of Management

In our opinion, based on the work undertaken in the course of the audit the information given in the Report of the Council of Management, for the financial year for which the financial statements are prepared is consistent with the financial statements; and the Report of the Council of Management has been prepared in accordance with applicable legal requirements.

In addition, in light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we are required to report if we have identified any material misstatements in the Report of the Council of Management. We have nothing to report in this respect.

Responsibilities for the financial statements and the audit

Responsibilities of the Council of Management for the financial statements

As explained more fully in the Council of Management's Responsibilities Statement, the Council of Management are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Council of Management are also responsible for such internal control as they 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 Council of Management are responsible for assessing the 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 Council of Management either intend to liquidate the 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the charitable company, we identified that the principal risks of non-compliance with laws and regulations related to the Charities Act 2011 and the Companies Act 2006, and we considered the extent to which non-compliance might have a material effect on the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to the timing of revenue recognition in respect of donations and legacies and misstatement of the financial result through the use of manual journals. Audit procedures performed included:

- Discussions with management including considerations of known or suspected instances of non-compliance with laws and regulation and fraud.
- Performing a reconciliation of all transactions in the year to the financial statements and testing all material transactions.
- Reviewing the financial statement disclosures with reference to the applicable reporting frameworks to confirm disclosures made are in accordance with applicable laws and regulations.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Independent auditors' report to the members of the Papworth and Enham Foundation

Use of this report

This report, including the opinions, has been prepared for and only for the charity's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

OTHER REQUIRED REPORTING

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of the Council of Management's remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the Council of Management were not entitled to: take advantage of the small companies' exemption in preparing the Report of the Council of Management; and take advantage of the small companies exemption from preparing a Strategic Report. We have no exceptions to report arising from this responsibility.



Sasha Lewis (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Southampton
22 December 2021

THE PAPWORTH AND ENHAM FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES (Including the Income and Expenditure account) For the year ended 31 March 2021

	Note	Total unrestricted funds 2021 £	Total unrestricted funds 2020 £
Income from			
Donations and legacies		140,785	275
Investments	3	5	12
		<hr/>	<hr/>
Total Income		140,790	287
		<hr/>	<hr/>
Expenditure on			
Charitable activities	2	(83)	(79)
		<hr/>	<hr/>
Total Expenditure		(83)	(79)
		<hr/>	<hr/>
NET INCOME		140,707	208
NET MOVEMENT IN FUNDS		140,707	208
Fund balances brought forward at 1 April		3,919	3,711
		<hr/>	<hr/>
FUND BALANCES CARRIED FORWARD AT 31 MARCH		144,626	3,919
		<hr/>	<hr/>

There is no material difference between the net income above and the historical cost equivalent.

All activities are continuing.

THE PAPWORTH AND ENHAM FOUNDATION

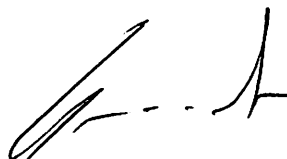
STATEMENT OF FINANCIAL POSITION As at 31 March 2021

	Note	2021 £	2020 £
CURRENT ASSETS			
Debtors due within one year	4	140,535	-
Cash at Bank and in hand		7,021	6,849
Total Current Assets		147,556	6,849
Creditors: Amounts falling due within one year	5	2,930	2,930
NET ASSETS		144,626	3,919
RESERVES			
Unrestricted reserves	10	144,626	3,919
TOTAL CHARITY FUNDS		144,626	3,919

The financial statements on pages 8 to 13 were approved by the Council of Management on 11th October 2021 and were signed on its behalf by:



Heath Gunn
Director
Company Number 00502119
Registered Charity Number 277670



Susan Kent
Director

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2021

1. ACCOUNTING POLICIES

General information

The Papworth and Enham Foundation (the “foundation”) raises appeal funds for its two associated charities, The Papworth Trust and Enham Trust, both of which are concerned with the training, employment and housing of people with disabilities and their families, thus fulfilling the foundation's main objective of the charity of assisting people with disabilities.

The foundation is charity registered in England and a private company limited by guarantee, incorporated in the United Kingdom and registered in England. The address of its registered office is Enham Place, Enham Alamein, Andover, Hampshire, SP11 6JS.

Statement of compliance

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

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

Accounting convention

The financial statements are prepared under the historical cost convention.

Cash flow statement

No cash flow statement has been presented as the company has taken advantage of the exemption available under FRS 102 as it is a subsidiary of Enham Trust which itself prepares a consolidated cash flow statement.

Legacies and donations

Legacy entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donations are recognised as income when there is evidence of entitlement of the gift, receipt is probable, and the amount can be measured reliably.

THE PAPWORTH AND ENHAM FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 31 March 2021

1. ACCOUNTING POLICIES (continued)

Expenditure – Charitable activities

Expenditure on charitable activities includes all expenditure directly related to the objects of the charity and comprises grants payable, which are accounted for when the Council of Management has accepted a legal or moral obligation to make the grant.

Fund accounting

The charity maintains one fund as follows:

Unrestricted funds

General unrestricted funds represent unrestricted income which is expendable at the discretion of the Council of Management in the furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand.

Financial instruments

The company has taken advantage of the exemption available under FRS 102, as a wholly owned subsidiary of Enham Trust, not to disclose financial instruments.

2. CHARITABLE ACTIVITIES

	2021 £	2020 £
Bank charges	83	79
	<u>83</u>	<u>79</u>

Other costs were borne by the charities that were beneficiaries of the Foundation.

THE PAPWORTH AND ENHAM FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 31 March 2021

3. INVESTMENT INCOME

	2021 £	2020 £
Interest receivable	5	12

4. DEBTORS DUE WITHIN ONE YEAR

	2021 £	2020 £
Accrued Income	140,535	-

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Amounts owed to Group undertakings	2,930	2,930

6. INFORMATION REGARDING THE COUNCIL OF MANAGEMENT AND EMPLOYEES

The Papworth and Enham Foundation had no employees during the year 31 March 2021 (2020: nil).

No member of the Council of Management, or person related or connected by business to them, has received any remuneration or expenses from the Foundation during the year to 31 March 2021 (2020: £nil).

7. LEGISLATIVE PROVISIONS

The Papworth and Enham Foundation is a company limited by guarantee, the liability of each of the four (2020: four) members being limited to £1 (2020: £1).

The Foundation is also registered with the Charity Commissioners as a charity.

THE PAPWORTH AND ENHAM FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 31 March 2021

8. RELATED PARTIES

The management of the Foundation includes members in common with the management of both Enham Trust and The Papworth Trust. When it is possible to make grants, Enham Trust is compensated for its administration of the charity by way of an additional grant allocation from the Foundation. During the year, the Foundation made grants to the value of £nil (2020: £nil) to Enham Trust and £nil (2020: £nil) to The Papworth Trust. During the year to 31 March 2021, Enham Trust invoice £nil for administration services to the Foundation (2020: £nil) A balance of £2,930 (2020: £2,930) remained payable at year end.

9. TAXATION

The Foundation is a registered charity and does not trade, thus it is not liable to corporation tax on its net resources for the year.

10. UNRESTRICTED RESERVES

	£
At 1 April 2020	3,919
Income received	140,790
Administration costs	(83)
	<hr/>
At 31 March 2021	<u>144,626</u>

11. ULTIMATE PARENT COMPANY

The immediate and ultimate parent company and controlling party is Enham Trust, a company registered in England and Wales, company number 00173199 limited by guarantee. Enham Trust is a Registered Social Landlord and a registered charity, number 211235. Enham Trust's main principal purpose is to assist people with disabilities and their families through the provision of housing, care, training, advice and guidance and employment.

Enham Trust holds a 52.5% ownership of The Papworth and Enham Foundation and exercises control through this ownership.

Enham Trust is the largest and smallest group for which group financial statements are prepared, and which consolidate these financial statements.

Copies of the group financial statements of Enham Trust can be obtained from Enham Place, Enham Alamein, Andover, SP11 6JS.