YEHUDI MENUHIN SCHOOL LIMITED

England & Wales · Charity number 312010

Details

Status	Registered
Legal form	Charitable company
Company number	00818389
Registered	1964-10-14
Register	View on the Charity Commission register

Contact

Address	The Yehudi Menuhin School Stoke D'Abernon Cobham Cobham Surrey KT11 3QQ
Phone	01932864739
Email	bursar@menuhinschool.co.uk
Website	www.menuhinschool.co.uk

Activities

Objects: TO PROVIDE AND ADVANCE A GENERAL EDUCATION AND SPECIALISED EDUCATION AND TRAINING OF THE HIGHEST ORDER IN MUSIC AND PERFORMING ARTS BY THE PROVISION AND CONDUCT IN THE UNITED KINGDOM OF A DAY AND BOARDING SCHOOL OR SCHOOLS FOR CHILDREN FROM ANY PART OF THE WORLD WITH TALENTS FOR MUSIC AND THE PERFORMING ARTS AND GENERALLY TO FOSTER MUSIC AND THE ARTS AND GENERAL EDUCATION OF CHILDREN BY THE PROVISION OF COURSES AT THE SCHOOL OR SCHOOLS THROUGHOUT THE YEAR.

Activities: The Yehudi Menuhin School provides a specialist education to boys and girls aged 8 to 19 years with an exceptional talent for music and facility on a stringed instrument (violin, viola, cello, double bass, guitar, harp) or piano. Selection for a place at the School is based solely on musical potential and the School aims to offer places regardless of the financial circumstances of the applicant.

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Classification

- **How:** Makes Grants To Individuals, Provides Buildings/facilities/open Space, Provides Services, Other Charitable Activities
- **What:** Education/training, Arts/culture/heritage/science
- **Who:** Children/young People

Geography

- Surrey

Finances

Period end	Income	Expenditure	Assets	Employees
2024-08-31	£5,201,789	£5,937,422	£25,260,521	86
2023-08-31	£5,103,654	£5,677,788	£24,987,142	80
2022-08-31	£6,437,102	£5,095,139	£25,627,581	73
2021-08-31	£4,776,161	£4,610,809	£25,027,456	70
2020-08-31	£5,451,757	£4,527,103	£23,870,564	49

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Trustees

Name	Role	Appointed
Andrew Butcher		2022-08-17
Andrew Hunter Johnston		2013-06-27
Benedict Vanderspar		2022-08-30
David Douglas Buckley		2019-09-01
Dominic Benthall		2017-03-27
GEOFFREY RICHARDS		2014-01-27
George Bruell		2022-11-29
JOHN CLOVIS PAGELLA		2014-01-27
JONATHAN WILLCOCKS		2017-03-22
James Davies		2025-06-24
Kathleen Costeloe		2019-03-19
LIONEL BLACKMAN		2025-06-24
LORD BLACKWELL		2016-07-26

Linked charities

- FRIENDS OF THE YEHUDI MENUHIN SCHOOL (312010-1)
- FRIENDS OF THE YEHUDI MENUHIN SCHOOL (312010-2)
- THE PHILIP HENMAN TRUST FUND (312010-3)

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YEHUDI MENUHIN SCHOOL LIMITED

England & Wales - Charity number 312010

Accounts

The Yehudi Menuhin School Limited

(A Company Limited by Guarantee)

Incorporated in England and Wales No. 00818389
Registered Charity No. 312010

GOVERNORS' REPORT AND FINANCIAL STATEMENTS

For the year ended

31 August 2024

The Yehudi Menuhin School Limited

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for the year ended 31 August 2024

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The Yehudi Menuhin School Limited

REPORT OF THE GOVERNORS
for the year ended 31 August 2024

GOVERNORS AND DIRECTORS

Current Governors of the School who are Trustees of the Charity and Directors of the Company and who served during the year (except as noted) are:

* David Buckley (Chairman)
* Geoffrey Richards (Vice Chairman)
Dominic Benthall
* Lord Blackwell
* George Bruell
* Andrew Butcher
Kate Costeloe
Hilary Cowan
* John Everett (resigned 31 December 2024)
* Andrew Hunter Johnston
* John Pagella
Alice Phillips
Vanessa Richards (resigned 19 March 2024)
* Benedict Vanderspar
Jonathan Willcocks

* Members of the Finance and General Purposes Committee

Governors serve for a term of four years and may be re-elected for a further two terms.

REGISTERED OFFICE	Millfield Cobham Road Stoke D'Abernon Cobham Surrey KT11 3QQ 01932 584795 admin@menuhinschool.co.uk www.menuhinschool.co.uk
COMPANY NUMBER	00818389
CHARITY NUMBER	312010
CO-PRESIDENT	Tasmin Little OBE
VICE PRESIDENTS	Barbara R D Fisher OBE The Hon. Mrs Zamira Menuhin Benthall (died 31 July 2024)

PRESIDENT EMERITUS	Daniel Barenboim
GOVERNORS EMERITUS	Daniel Hodson Vanessa Richards
MUSICAL PATRONS	Steven Isserlis CBE Robert Levin Sir András Schiff
HEAD	Benjamin Gudgeon (to December 2023) Robin Harskin (from December 2023)
DIRECTOR OF MUSIC	Ashley Wass
DIRECTOR OF PASTORAL CARE	Melanie Bloor-Black
DIRECTOR OF STUDIES	David Bruce
DIRECTOR OF DEVELOPMENT & EXTERNAL RELATIONS	Gerald Carew (to June 2024) Claire Durnford (interim from June 2024)
BURSAR	Philippa Stanfield
AUDITOR	Moore Kingston Smith LLP 6th Floor 9 Appold Street London EC2A 2AP
BANKERS	Lloyds Bank plc 39 Threadneedle Street London EC2R 8AU
INSURANCE BROKERS	Marsh Capital House 1-5 Perrymount Road Haywards Heath West Sussex RH16 3SY Aston Lark Limited Ibex House 42-47 Minories London EC3N 1DY
INVESTMENT MANAGERS	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

GOVERNORS' REPORT (INCORPORATING A STRATEGIC REPORT)

The Governors present their annual report and financial statements for the year ended 31 August 2024.

The Governors of the School who are also Trustees of the Charity and Directors of the company have pleasure in presenting their strategic report and financial statements for the year ended 31 August 2024. The financial statements comply with current statutory requirements, the Articles of Association and the 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 (the FRS 102 Charities SORP).

REFERENCE AND ADMINISTRATIVE INFORMATION

The Yehudi Menuhin School was originally founded in 1963 by celebrated violinist Yehudi Menuhin as a charitable trust. The Yehudi Menuhin School Ltd, a company limited by guarantee (company number 00818389) and a registered charity (charity number 312010), was incorporated in September 1964. The liability of its Members in the event of the Company being wound up is limited to a sum of £1 each. The School is governed by its present Articles of Association, adopted in 2017.

GROUP STRUCTURE AND RELATIONSHIPS

The accounts include the results of The Friends of The Yehudi Menuhin School (registered charity number 312010-2). It is a linked charity that raises funds from its members to donate to the School and is governed by its Board.

A wholly owned non-charitable subsidiary, YMS Enterprises, was established and incorporated on 17 December 2008 as a company limited by guarantee (company number 06775727). The company oversees the School's trading activities, and is governed by its Board. A further non-charitable subsidiary, YMS China Limited was established in December 2018 to promote the principles and ethos of The Yehudi Menuhin School in China by providing advisory services and granting rights subject to conditions. It advises the School's activities in China, and is governed by its Board.

The subsidiaries' results are consolidated with the School's financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING BODY

Responsibility for the overall management and organisation of the School rests with the Governors, who meet at least on a termly basis. They are supported in carrying out their responsibilities by several committees and sub-committees. The Development Committee and the Finance and General Purposes (F&GP) Committee meet prior to each of the termly meetings of the Council of Governors. The F&GP Committee is supported by sub-committees responsible for the overview of Risk Management, Investments, Audit and Remuneration. The Education Committee meets twice yearly, and a Nominations Committee meets to oversee the selection and appointment of new Governors when required.

The task of running the School on a day-to-day basis is the responsibility of the Head who is fully supported by the members of the Leadership Team.

Remuneration of the Leadership Team is set according to market rates, the level of skills and experience required to deliver the roles, and affordability. The Remuneration Committee reviews the salaries for the Leadership Team and Head.

RECRUITMENT AND TRAINING OF GOVERNORS

Governors are appointed at Council Meetings or by written resolution on the basis of advice from the Nominations Committee. A skills register of all Governors is maintained and regularly reviewed to ensure that the Council has the necessary breadth, scope and expertise to support the School. New Governors are

provided with induction material, and all Governors are informed of relevant training courses offered by various professional bodies (AGBIS, ISBA, etc.) and encouraged to attend.

LEADERSHIP

Robin Harskin took over as Head, following the resignation of Ben Gudgeon in December 2023. Gerald Carew resigned from his position of Director of Development and External Relations and Claire Durnford replaced him as Director of Development and External Relations in June 2024.

OBJECTS, AIMS, OBJECTIVES AND ACTIVITIES

PRINCIPAL ACTIVITY

The Yehudi Menuhin School is a global leader in music education. The School's mission is to provide a happy, healthy learning environment where exceptionally talented young musicians discover how to achieve their potential.

The School's unique curriculum weaves the highest level of musical training into an outstanding academic programme to provide a world-class education.

The School's diverse community is formed of pupils who are admitted on the basis of artistic potential, not according to financial means.

The five key values of the School underpin the School's mission and vision for the future. All pupils and staff are encouraged to live, work, and communicate in accordance with these values:

PURSUIT OF EXCELLENCE: The School aims for the highest standards of musical understanding and academic achievement. The Schools pupils are taught dedication, self-discipline, and resilience, to overcome and relish the challenges of a life in music.

INTEGRITY

The School's pupils and staff demonstrate personal responsibility, honesty, and a mature sense of social conscience.

KINDNESS

All members of the School's community understand the importance of humility, empathy and tolerance. Pupils and staff have respect for one another.

INTELLECTUAL CURIOSITY

In the understanding that intellectual growth informs and supports musical development, the School encourages all pupils and staff to be creative and open-minded, and to adopt a love of lifelong learning.

COMMUNITY

The School's community is collaborative, diverse, inclusive, and mutually supportive, with teamwork at its heart. The School shares its work with in the local community, as well as reaching an international audience. The School instils its pupils with a sense of their environmental and social responsibility.

PUBLIC BENEFIT

The Governors confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the general and sub-sector guidance issued by the Charity Commission on public benefit. The charitable purpose of the School within the meaning of the Act is enshrined within its Objects, as stated below.

The Governors ensure that this charitable purpose is carried out for the public benefit by working to make sure wherever possible that such specialist education and training is available to many of those who are sufficiently talented and would benefit from the activities of the School, irrespective of financial circumstances. In shaping the objectives for the year and planning our activities, the trustees have

considered the Charity Commission's guidance on public benefit, including the guidance 'Public Benefit: Running a Charity (PB2)'.

Public benefit is not just provided to the pupils at the School. The section in this Report headed 'Community Engagement and Outreach' summarises many other projects and events carried out within the local community, nationally and internationally, in accordance with the Objects of the School, including opportunities for children to learn and perform music, pupils' concerts at care and nursing homes, assistance to local music teachers and opportunities for amateur musicians of all ages to perform in the School's Menuhin Hall.

CHARITABLE OBJECTS

The Objects of the charity are to provide and advance a general and specialised education and training of the highest order in music and the performing arts by means of a boarding and day School in the United Kingdom, where children from any part of the world with exceptional musical talent may be educated. The Objects include generally fostering music and the arts and general education of children by the provision of courses at the School throughout the year.

OBJECTIVES

The Yehudi Menuhin School aims to harness its reputation as a leading authority in classical music education, to develop the performers and audiences of the future. The School aims to cultivate the next generation of happy, well-adjusted musicians, who are team players, can express themselves articulately, are equipped to support their artistic expression with intellectual understanding, and who are on the path to becoming influential figures in the broad world of music and the arts.

- The School will continue to recruit the world's most talented musical pupils to the School, ensuring that the mission of the School reaches all areas of the country. Diversity and inclusion will be a central focus of its mission, alongside other global priorities such as environmental sustainability.
- The School will ensure that all pupils are equipped with the emotional and practical tools to embrace life as a professional musician, be it in performance, composition, or any field within the sector. This will include education in music technology, recording, self-management, industry awareness, networking and other key skills, in addition to their musical and intellectual education.
- The School aspires for all its pupils to be powerful communicators, with something to say and the means to say it. The School helps them to develop a strong sense of artistic identity and integrity, fostered in a supportive and collaborative environment.
- Building on the ambition of its founder, the School seeks to share the music made in our School to audiences near and far, contributing to the wider understanding, appreciation and reach of classical music.
- Above all, the School's aim is not only to nurture good musicians and instrumentalists, but to develop ambassadors for music and the arts: industry leaders who will develop its traditions (and keep them relevant) for future generations.

The School's achievement of its objectives is evidenced by pupil performance and learning outcomes. The School's commitment to allow access for talented pupils of all backgrounds is evidenced by consistent, ongoing, means tested financial support to approximately 90% of pupils via the Department for Education's Music and Dance Scheme (MDS) or school bursaries. The School's financial performance is evidenced by performance against budget, as well as percentage increases and decreases in both revenues and costs. These measures are shown in the Financial Review section of this report.

ACHIEVEMENTS AND PERFORMANCE

'A first-class all-round education, with music at its heart'

The Governors are delighted to report that the School continued to perform at the highest level in every area over the last year.

MUSICAL HIGHLIGHTS

The School ran a busy programme of musical activities in the 2023-24 academic year.

As well as the traditional 'Showcase' concerts which ran throughout the year, there were a number of notable external engagements, including:

- a short tour to the North-West, with visits to Chetham's and the Royal Northern College of Music, and a performance for Parbold Music Society
- a short tour to Germany, with concerts in Detmold and Bagno featuring collaborations with talented young artists from the region
- a concert at the House of Lords
- a concert for Proms at St. Jude's
- a tour of concerts in Scotland
- concerts for numerous promoters around the UK, including the Wiltshire Music Centre, St. George's in Bristol (with the Brodsky Quartet), Norwich and King's Lynn, and the Razumovsky Academy
- a leavers' Concert at Kings Place

Our concerts at The Menuhin Hall included an array of visiting artists who performed side-by-side with our pupils, including Kathryn Stott, Sir Willard White, Julian Bliss (who was our Artist in Residence), and Sally Beamish, who participated in a performance of her Partita for string octet. Special focus was placed on developing experiences to complement the musical offerings, and pupils played a key role in curating themed artworks, projections and immersive displays.

The School's Winter and Summer Festival were both artistically and commercially successful, and the pupils presented a wide range of musical styles, including concerts themed around music associated with film and a tribute to Gershwin's Rhapsody in Blue, which celebrated its 100th birthday. Many of our events featured pupil (and staff) arrangements of well-known pieces, whilst pupil compositions also featured regularly throughout the season. Of particular note was the premiere of a large-scale cantata written specially for the school orchestra and choir by Marco Galvani, and conducted by the composer in the Winter Festival.

The School hosted two Family Days, one in the Winter Festival, which featured two performances of The Snowman, and one in the Summer Festival, which focused on an immersive presentation of Holst's The Planets, as arranged by pupils, and set to a newly written text. On both occasions, the School grounds were opened to visitors for games, market stalls and refreshments.

A notable new initiative launched in early 2024 was a Programming Committee which exists to involve pupils in the programming of the School's concert activities. Through weekly meetings, pupils work in partnership with the Director of Music and Head of Concerts to plan events, discuss themes, programme repertoire and create supplementary content.

There were numerous competition successes throughout the year, including 1st or runner-up prizes in the Ysaye, Kreisler, Beethoven-Intercollegiate, London Chopin, and Guitar Foundation of America competitions, to name but a few. There was also strong representation in the televised stages of the 2024 BBC Young Musician of the Year Competition.

The Virtual Menuhin School continued to thrive, despite not being formally advertised to the public. Positive feedback and word of mouth meant that the programme continued to grow, and the initiative has begun to meet one of its aims as a recruitment tool for the main school, with several new full-time pupils of the School having graduated through the VMS provision. Sadly, despite commendable efforts to promote the Baby Menuhins programme, uptake and enrolment proved to be slow, and the decision was taken to close the initiative from September 2024.

BOARDING PROVISION

The Schools boarding community and pastoral care support pupils' musical, academic and social development. The School has two separate boarding houses (Harris House for boys and Cowan House for

girls), at present accommodating 32 boys and 45 girls. We offer full or weekly boarding and presently 21 of our 98 pupils are day pupils (9 boys, 12 girls).

Each house has a live-in Houseparent, Assistant Houseparent, and Resident Graduate who work full time and are dedicated to their boarding role. The Headmaster also acts as Head of Boarding and was previously Houseparent of Harris House, while the Designated Safeguarding Lead (DSL) of the school was previously Houseparent of Cowan House. There is always a DSL or Deputy DSL on site and a member of the Leadership team is always available for any necessary support, including out of hours and at weekends.

The houses proactively cultivate a family feel and the pupils often refer to School as their 'other home'. Younger pupils look up to the older ones as they would siblings, and older pupils frequently say that they take pleasure in guiding the younger pupils both musically and morally. The community extends across the houses; there is no great divide between boys and girls.

One of the most important aspects of boarding is to ensure that there is enough 'down time' and that the pupils have protected time in which they can properly rest. Their days are long and physically tiring, and so time away from their instruments is vital. To this end the School offers weekly yoga, dance and free swim sessions during the week, as well as trips to the supermarket on a Friday evening. Weekends provide a good opportunity for pupils to relax and take part in extra-curricular activities. Activities offered include film nights, ice cream making, walks in the country, trips to concerts in London, crazy golf, and football on the School playing field – there is truly something for everyone. These trips and activities are free to attend and open to all ages, and a good mix of pupils regularly attend.

The close-knit boarding environment allows boarding staff to observe and support social development amongst all the pupils. They learn the importance of listening to others, whilst being able to challenge and discuss differing opinions. They learn how to harmoniously share living space and they are encouraged to be kind and tolerant of each other's differences. The houses promote an inclusive ethos where everyone has equal worth and can speak their mind, without fear of reproach or judgement.

As the pupils move through the School, they are given more responsibility and opportunities to develop as responsible young adults. They may mentor a younger pupil, represent their peers on School Council or Food Committee, or help to host a Friends' reception, where they meet donors and visitors to the School.

They are expected to speak with confidence at these events, and it forms an important part of their training in self-promotion and presence, crucial for future success at Conservatoire or in performance.

LEAVERS' DESTINATIONS

Pupils graduating from YMS in the summer of 2024 went on to the following institutions of tertiary education: Royal College of Music (5 students), Royal Academy of Music (2), Guildhall School of Music and Drama (1), Royal Northern College of Music (1), University of Cambridge (2), UdK, the University of the Arts in Berlin (2), MUK, the Music and Arts University in Vienna (1), New England Conservatory in Massachusetts (1), and Kean University in New Jersey (1).

ACADEMIC ACHIEVEMENTS

On the academic front, pupils continued to perform exceptionally well and achieved an excellent set of results. At A level, 62% of grades were awarded at A* - A and 88% were awarded at A* - B with a 96% pass rate. At GCSE level, 48 % of grades awarded at level 9 – 8 (A*) and 97% at level 9-4 (A* - C).

EXTRA-CURRICULAR ACTIVITIES

The Duke of Edinburgh Award Scheme continued to be very popular, with pupils signed up for Gold, Silver and Bronze categories. There were a number of expeditions to various parts of the UK including the North Downs, the Surrey Hills and the New Forest. In May, five of our students were invited to Buckingham Palace to receive their Gold Duke of Edinburgh Awards accompanied by two of our teachers.

The Brackenbury Art Show took place this year with a greater number of entries than previous years. There were several prizes awarded and winning entries were displayed in the Menuhin Hall foyer as part of our

Summer Festival. Our annual Activities Day took place off-site this year and included exciting trips to The Isle of Wight, The Tate Gallery, Camden Market, The National Gallery and a West End Musical.

COMMUNITY ENGAGEMENT AND OUTREACH

Outreach is central to our ethos, and we are constantly developing our community engagement programme to ensure that the School serves the broader community to the best of its abilities.

The School continues to seek opportunities to engage with local community groups. During the Summer term, pupils performed at a local centre for the retired and elderly, as well as free community concerts in local churches.

A major outreach project called Beware the Mackerel Skies saw YMS pupils mentor and perform alongside young musicians from academies in Sussex and Surrey at two concerts in Lancing College.

SECURING FUNDING OF PUPILS' FEES FROM THE DEPARTMENT FOR EDUCATION

The School seeks to offer a significant number of places each year through the MDS, which supports pupils who could not otherwise afford the fees. The School has 61 MDS places available to it which were utilised to the fullest extent possible during the academic year. The MDS funding resulted in a total of £2,196,667 (2022-23 £2,068,586) being paid directly to the School from Government.

PHILANTHROPIC SUPPORT: PROVIDING TALENTED YOUNG MUSICIANS WITH THE OPPORTUNITY OF A LIFETIME

Philanthropy continues to play a vital part in the life of the School and we are deeply grateful to the many individuals and institutions who helped us to fulfil our charitable objectives. In total, £745,472 was received in donations and legacies this year. Our fundraising priorities for the year included raising money for bursaries alongside core costs.

BURSARIES: ENSURING ACCESS FOR ALL

In keeping with the School's mission of enabling children with potentially outstanding musical talent to attend the School, irrespective of their income, background, creed or country of origin, the School offers additional financial support to students who fall outside the residency criteria for MDS, or for whom there is no place available. After applying uniform means-testing, the School looks to its vital bursaries to make up the shortfall in fees, allowing promising students from all backgrounds to access the School's world-class music and academic education.

Many individuals, trusts, foundations and individuals contributed to our Bursary Fund, for which we raised £332,063 during the year. We are particularly grateful to the Leverhulme Trust, Sir Horace Kadoorie International Foundation, Linbury Trust, Skyrme Hart Charitable Trust, MPG Charitable Trust and The Swire Charitable Trust for their significant contributions, as well as others who wish to remain anonymous.

CORE COSTS

In line with the School's fundraising priorities, the Development team devoted significant time to securing funding for the School's core costs. We wish to recognise the significant contributions of the Oak Foundation, Lord and Lady Blackwell, Fresh Leaf Charitable Foundation, Behrens Foundation, Elizabeth Frankland Moore & Star Foundation, S E Franklin's Charitable Trust No. 3, Cosman Keller Trust, as well as the members of the Menuhin Circle and other donors who wish to remain anonymous.

FRIENDS OF YEHUDI MENUHIN SCHOOL

The School has a linked charity, The Friends of Yehudi Menuhin School, which donated £34,510. The Friends contributed to bursaries, a subscription to nkoda (digital sheet music library), two new microphones for the Menuhin Hall and the leavers' scores. Our Friends traditionally provide our pupils with a highly supportive audience at The Menuhin Hall and are a deeply appreciated part of the YMS 'family'.

FUTURE FUNDRAISING PRIORITIES

The School will continue to devote considerable effort to raising money for bursaries and other targeted support for pupils, as well as further seeking to cover core costs, in particular music staff salaries. The priority for the coming year will be the development of a major new fundraising campaign, which will focus on securing longer financial security for the School. Further details are given below under 'Plans for the Future'.

OUR APPROACH TO FUNDRAISING:

The School believes that fundraising should be an open, honest and respectful process. We aim to build and maintain solid partnerships with our supporters and donors, based on mutual understanding and shared values. In developing our approach to fundraising we have taken account of the Code of Fundraising Practice issued by the Fundraising Regulator and have voluntarily paid the Fundraising Levy. We abide by the Fundraising Promise, as outlined in the Code of Practice, and have internal procedures in place to protect vulnerable people and other members of the public from behaviour which is an unreasonable intrusion on a person's privacy or is unreasonably persistent, or places undue pressure on a person to give money or other property. The School had no fundraising activities requiring disclosure under S162A of the Charities Act 2011.

The School's Privacy Policy, published on our website, states what personal data the School will hold in relation to supporters and how this data will be used. The School's Fundraising Complaints Procedure, published on our website, outlines how to make a complaint about our fundraising activities. The School has received no complaints about its fundraising activities either during the financial year or subsequently.

PLANS FOR THE FUTURE

The School is now virtually full (98 out of a maximum capacity of 100) and as at January 2025 has filled its allocation of 61 Music and Dance Scheme (MDS) places funded directly by the UK government. Our primary aim is to continue to recruit pupils to sustain both of these numbers while ensuring the quality of our intake remains as high as ever, in order to maintain our excellent worldwide reputation.

We are soon to launch a major fundraising campaign in the next year intended to allow our bursary fund to become self sustaining.

The School continues to be involved in the development of Yehudi Menuhin School Qingdao (YMSQ), which has been open for two years and whose school roll is approaching 200. We have extensive plans for future musical collaboration, beginning with the first major tour of YMSQ pupils and staff to the UK in early 2025.

The School passed an Independent Schools Inspectorate (ISI) full inspection in April 2024, earning excellent and well-deserved praise for our musical and pastoral provision. It is a fundamental aim of the School to ensure the full statutory compliance and outstanding education which the inspection team recognised during their visit are maintained in the future.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

INCOME AND EXPENDITURE

The School benefited from donations and legacy income in year amounting to £745,447, a decrease from £994,280 in 2022-23. The School received £218,860 of legacies in the year, £60,574 of which were restricted to bursaries. The deficit for the year before net gains on investments was £735,633 (2022-23: deficit of £574,134).

The total income increased by 2% (2022-23: 21% decrease) to £5,201,789 (2022-23 £5,103,654) as a result of the increase in investment income. The Governors are grateful for the £37,371 from trading activities in YMS Enterprises (2022-23: £61,943), and the £290,048 from activities in YMS China Limited that is paid to The Yehudi Menuhin School Limited in the form of a Gift Aid donation (2022-23: £307,125). Total expenditure increased by 5% (2022-23: 11% increase) to £5,937,422 (2022-23: £5,677,788).

Total balance sheet funds of £25,260,521 are described in detail in note 18 to the accounts. The majority of these funds are for the buildings of the School itself, the instruments that are required for teaching and

learning and the bursary funds to support pupils to attend the School. Endowment funds amounting to £8,651,621 are capital in nature and the income is used both for core expenditure and to fund bursaries. A further £2,248,628 are restricted funds which can only be used for the specific purposes determined by the donors. Of this amount £2,151,850 is for the purposes of providing bursaries to support pupils who might otherwise be unable to attend the School.

FIXED ASSETS - INVESTMENTS

The investments are governed by the Articles which permit the funds to be invested in any security, other investment or property situated anywhere in the world. The Governors have delegated the management of the investments to Sarasin & Partners LLP.

The aim of the Governors is to maintain real capital growth while producing an income of 3% per annum or more from a portfolio of investments, both equities and fixed interest securities, property fund and cash deposits.

At year end the School held investments valued at £9,813,122 (2023 £8,853,579). The fund valuation includes an unrealised gain in the year of £1,009,012 (2023 £66,305 unrealised loss).

PENSIONS

The School employees are members of one of two pension schemes: The Teachers' Pension Scheme and The People's Pension.

RESERVES POLICY AND GOING CONCERN

The School holds £2,406,769 in Permanent Endowments and £6,244,852 in Expendable Endowments. The Governors are required to hold the capital in the permanent endowment and therefore are unable to convert it to income. However, income from the fund is included in Restricted Funds (Note 18) and used for bursaries. Governors have the authority to convert the expendable endowment into income to support School activities. The income arising from this fund is included in the General Reserve. Details can be found in Note 18 to the accounts.

The Restricted Fund amounts to £2,248,628 (2022-23: £2,559,674) Details are in Note 18 to these Accounts.

In line with Charity Commission guidance that a Charity should maintain adequate reserves to ensure its ability to deliver its charitable objectives, the School holds unrestricted reserves for a number of purposes which are set out in Note 18 to the financial statements. Unrestricted reserves are those funds available to provide adequate working capital for the School to ensure it can meet its operational expenditure obligations as they fall due.

The School's General Reserve Policy is to aim to hold approximately four months' expenditure excluding depreciation, which amounts to an estimate of £1.8 million as free reserves in a cash or liquid form. The General Reserves fluctuate during the School year and are at their lowest at the School year end, 31 August. At 31 August 2024 the general reserve was £1,367,617 (2022-23: £1,475,616).

PRINCIPAL RISKS AND UNCERTAINTIES

The Governors continue to keep the Schools activities under review and monitor performance, with particular regard to any major risks which may arise.

The Governors' Risk Management Sub-Committee oversees the assessment and categorisation of the risks which the School is, or may become, exposed to in order to ensure that there are satisfactory systems established to manage those risks. A review of risks and the risk register is a routine item on the agenda of all Committees and Council meetings in order to ensure that the process is regularly reviewed and updated.

The main risks to the future of the School are the reduction or withdrawal of the funding for the places supported by the Department for Education under the MDS, the loss of business rates relief and the imposition of VAT on our school fees. The School keeps the risk of the withdrawal or reduction of MDS

funding and government policy under continuing review. To manage these risks, the Governors are regularly updated on the status of the School, its risk management, and related matters.

AUDITOR

Moore Kingston Smith LLP has expressed their willingness to continue as auditors for the next financial year.

GOVERNORS' RESPONSIBILITIES STATEMENT

The Governors (who are also directors of the charitable company for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the Governors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 charitable company and of the profit or loss of the charitable company for that period. In preparing these financial statements, the directors are required to:

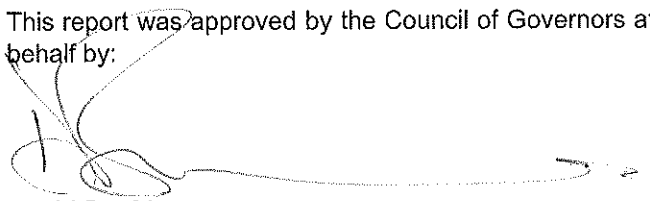
- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Governors 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.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as each person who was a Governor at the date of approving this report is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the Governors individually have taken all the necessary steps that they ought to have taken as Governors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Council of Governors at its meeting on 18 March 2025 and signed on its behalf by:



David Buckley

Chairman of Governors

Opinion

We have audited the financial statements of The Yehudi Menuhin School Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 August 2024 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Parent Charitable Company Balance Sheets, the Consolidated Cash Flow Statement and notes to the financial statements, including 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 the parent charitable company's affairs as at 31 August 2024 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 Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained in the annual report. 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.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed,

we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in [the strategic report or] the trustees' annual report.

We have nothing to report in respect of the following matters where the 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's 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: or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a Strategic Report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, 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 and 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 parent charitable company or to cease operations, or have no realistic alternative but to do so.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group and parent charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.

- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

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 the 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.

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 which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Moore Kingston Smith LLP.

Jonathan Aikens (Senior Statutory Auditor)

for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

28 March 2025

6th Floor
9 Appold Street
London
EC2A 2AP

The Yehudi Menuhin School Limited

STATEMENT OF FINANCIAL ACTIVITIES
(including the income and expenditure statement)
for the year ended 31 August 2024

	Notes		Unrestricted funds £	Restricted funds £	Endowment fund £	**Total 2024 £**	Total 2023 £
Charitable Activities							
School fees	3		3,389,429	-	-	**3,389,429**	3,117,674
Other trading activities							
Other trading income	4		654,115	-	-	**654,115**	689,909
Investments							
Investment income	5		325,590	87,208	-	**412,798**	301,790
Voluntary sources							
Grants and donations	6		229,425	516,022	-	**745,447**	994,281
Total income and endowments			4,598,559	603,230	-	**5,201,789**	5,103,654
EXPENDITURE ON:							
Costs of raising funds	7						
Fundraising and development		21 - 31	216,861	-	-	**216,861**	199,054
Other trading costs			328,629	-	-	**328,629**	380,212
Other expenditure			15,081	-	-	**15,081**	17,316
Charitable activities	7						
Education			5,211,334	116,082	49,435	**5,376,851**	5,081,206
Total expenditure	7		5,771,905	116,082	49,435	**5,937,422**	5,677,788
Net operating (expenditure)/ income			(1,173,346)	487,148	(49,435)	**(735,633)**	(574,134)
Net gains /(losses)on investments	14		715	-	1,008,297	**1,009,012**	(66,305)
Net (expenditure)/ income			(1,172,631)	487,148	958,862	**273,379**	(640,439)
Transfer between funds	18		798,194	(798,194)	-	-	-
Net movement in funds			(374,437)	(311,046)	958,862	**273,379**	(640,439)
Fund balances brought forward			14,734,709	2,559,674	7,692,759	**24,987,142**	25,627,581
Fund balances carried forward	18, 19		14,360,272	2,248,628	8,651,621	**25,260,521**	24,987,142

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

The Yehudi Menuhin School Limited

BALANCE SHEET

as at 31 August 2024

	Notes	2024 Group £	2023 Group £	2024 School £	2023 School £
FIXED ASSETS					
Tangible assets	12	**12,922,921**	13,192,302	**12,922,921**	13,192,302
Intangible assets	13	**13,046**	-	**13,046**	-
Investments	14	**9,813,122**	8,853,579	**9,813,122**	8,853,579
		22,749,089	22,045,881	**22,749,089**	22,045,881
CURRENT ASSETS					
Stocks	14	**3,693**	3,916	**3,693**	3,916
Debtors	15	**531,747**	314,338	**591,523**	568,782
Cash at bank and in hand		**3,083,321**	3,560,397	**3,001,891**	3,282,053
		3,618,761	3,878,651	**3,597,107**	3,854,751
CREDITORS: Amounts falling due within one year	16	**(1,007,329)**	(745,723)	**(985,675)**	(721,823)
NET CURRENT ASSETS		**2,611,432**	3,132,928	**2,611,432**	3,132,928
TOTAL ASSETS LESS CURRENT LIABILITIES		**25,360,521**	25,178,809	**25,360,521**	25,178,809
CREDITORS: Amounts falling due after more than one year		**(100,000)**	(191,667)	**(100,000)**	(191,667)
NET ASSETS		**25,260,521**	24,987,142	**25,260,521**	24,987,142
FUNDS					
Restricted funds	18	**2,248,628**	2,559,674	**2,248,628**	2,559,674
Unrestricted funds – general	18	**1,367,617**	1,475,616	**1,367,617**	1,475,616
Unrestricted funds – designated	18	**56,688**	66,791	**56,688**	66,791
Fixed asset fund	18	**12,935,967**	13,192,302	**12,935,967**	13,192,302
Endowment fund	18	**8,651,621**	7,692,759	**8,651,621**	7,692,759
		25,260,521	24,987,142	**25,260,521**	24,987,142

The School has taken the exemption under Companies Act 2006 s.408 to omit its profit and loss account from the statutory group accounts. The Total Income for The School during the year ended 31 August 2024 was £4,990,785 (2023: £4,931,217) and Net Surplus during the year ended 31 August 2024 was £273,379 (2023: net Deficit £640,439).

Approved and authorised for issue by the Board of Governors on 18 March 2025 and signed on their behalf by:

David Buckley
Chairman of the Board of Governors

The accompanying notes form part of these financial statements.
Company Number: 00818389

The Yehudi Menuhin School Limited

CASHFLOW STATEMENT

for the year ended 31 August 2024

	Notes	2024 £	2023 £
Net cash inflow from operating activities	23	(495,141)	986,745
Cash flows from investing activities:			
Bank interest received		412,798	301,790
Payments to acquire fixed assets	12	(287,695)	(329,980)
Payments to acquire intangible fixed assets	13	(13,046)	-
Sale proceeds from disposal of fixed assets		2,347	-
Net cash outflow from investing activities		114,404	(28,190)
Financing:			
Loans repaid	17	(91,667)	(100,000)
Net cash outflow from financing activities		(91,667)	(100,000)
Increase in cash		(472,404)	858,555
Cash and cash equivalents at the beginning of the reporting period		3,564,181	2,705,626
Cash and cash equivalents at the end of the reporting period		3,091,777	3,564,181
Cash at bank and on hand		3,083,321	3,560,397
Investments		8,456	3,784
		3,091,777	3,564,181
		-	

The Yehudi Menuhin School Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2024

1 ACCOUNTING POLICIES

The Yehudi Menuhin School Limited is a charitable company limited by guarantee with registered number 00818389, registered in England and Wales. Its registered office is Millfield, Cobham Road, Stoke D'Abernon, Cobham, Surrey, KT11 3QQ.

1.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The School and its subsidiaries are a public benefit entity for the purposes of FRS 102 and therefore the School also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

These financial statements are prepared on the going concern basis, under the historical cost convention as modified by the revaluation of investments and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Basis of consolidation

The Group comprise The Yehudi Menuhin School Limited, YMS Enterprises and YMS China Limited. The assets, liabilities and results of the wholly owned subsidiary companies, YMS Enterprises and YMS China Limited, are consolidated into these financial statements. Summarised details of the subsidiary companies are set out in Note 25 and 26. All activities as per Consolidated Statement of Financial Activities (SOFA) relate to continuing operations.

1.2 GOING CONCERN

The Governors have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable group as a going concern. The governors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the governors have considered the charitable group's forecasts and projections and have taken account of pressures on fee income and fundraised income in the current economic climate. The governors have concluded that there is a reasonable expectation that the charitable group has adequate resources to continue in operational existence for the foreseeable future.

As such the School can expect to be able to meet its liabilities as they fall due in the period of at least 12 months from the date of approval of these accounts.

On this basis the Governors have concluded that the School is a going concern. The financial statements do not include any adjustments that would result from the group not being able to meet its liabilities as they fall due.

1.3 COMPANY LIMITED BY GUARANTEE

The charitable company is limited by guarantee to the extent of £1 each from the guarantors at the present time, being the Governors of The School.

FEES RECEIVABLE AND SIMILAR INCOME

Fees receivable comprise tuition fees paid by parents, grants towards fees from the Department for Education through the Music and Dance Scheme and the parental contributions. Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided.

1.4 GOVERNMENT GRANTS RECEIVABLE

Government grants received in respect of pupils' fees and other grants are included within income in the year to which they relate.

1.5 BURSARY FUNDS

The School receives some of its income primarily for the provision of scholarships, bursaries and prizes. These amounts are held within restricted funds.

1.6 DONATIONS AND LEGACIES

Donations are recognised when it is probable funds will be received, amounts can be measured reliably and the group have entitlement to the income.

Donations receivable for the general purpose of the Charity are credited to 'unrestricted funds'. Donations for purposes restricted by the wishes of the donor are taken to 'restricted funds' where these wishes are legally binding on the governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as 'endowments' — permanent or expendable according to the nature of the restriction.
Legacies or gifts of residue are recognised when there is adequate certainty and reliability of receipt and their value can be accurately measured.
Investment income is accounted for when receivable.
Other trading income is accounted for as they become receivable or due.

1.7 EXPENDITURE

Expenditure is classified under the two principal categories of Raising Funds and Charitable Activities rather than the type of expense, in order to provide more useful information to users of the financial statements.

Expenditure on Raising Funds includes the costs incurred in generating voluntary income, for example, donations and legacies. Charitable Activities comprise direct expenditure including direct staff costs attributable to the activity. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with use of the resources. Governance costs include the costs now being apportioned to charitable activities incurred for compliance with constitutional and statutory requirements.

1.90 TAXATION

The School is a registered Charity and is exempt from taxation on income arising from and expended on its charitable activities.

1.10 FIXED ASSETS AND DEPRECIATION

Freehold buildings are carried in the balance sheet at their cost less depreciation as the Governors consider it is not appropriate to apply a current value to such property. The cost of new buildings is added to fixed assets as it is incurred. Only purchases of assets over £1,000 are included as fixed assets.

String instruments are recognised in the accounts at either their original cost where this information is known, at an estimated valuation in 2002 where they were donated prior to 2002, or at an estimated valuation at the date of donation if this is after 2002.

String instruments are not depreciated as the quality of the instruments held is such that their likely useful life is in excess of 50 years.

Depreciation is provided on the cost or valuation of assets, over the estimated useful life of the assets. The rates of depreciation are as follows:

Assets under construction	- nil
Freehold Buildings	- 2% on cost
Furniture and Equipment	- 25% on cost
Motor Vehicles	- 25% reducing balance
Instruments - Pianos	- over ten years
IT Software	- over three years
Intangible fixed assets	over three years

Land is not depreciated and freehold buildings are only depreciated once brought into use.

1.11 STOCKS

Stocks are stated at the lower of cost or net realisable value.

1.12 PENSION COSTS

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the School. In accordance with FRS102, therefore, the scheme is accounted for as a defined contribution scheme.

All non-teaching staff are entitled to join a group personal pension scheme. The current scheme for the purpose of auto enrolment is The People's Pension a money purchase scheme.

1.13 INVESTMENTS

Investments are valued in the balance sheet at their mid-market value at the balance sheet date. The SOFA includes realised and unrealised gains and losses arising from the revaluation of the investments in the year.

Investment property is included in the financial statements at fair value, with any surplus or deficit on revaluation included as an unrealised gain or loss.

1.14 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

FINANCIAL INSTRUMENTS

The School has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the School's balance sheet when the School becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.15 EMPLOYEE BENEFITS

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when The School is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

FUNDS

Permanent Endowment — These are funds where the Governors are required to hold capital, as represented by the investments, and are not entitled to spend it. Income arising from these funds is included within restricted funds in accordance with the donors' wishes.

Expendable Endowment — These are capital funds where the Governors are entitled to disburse the capital as well as income arising from the invested funds.

Restricted — these are monies which have legal restrictions on their use where donors have specified the funds can only be spent on certain of the School's activities.

Unrestricted — General funds are available for use at the discretion of the Governors in furtherance of the School's general objectives. Designated funds are set aside out of general funds by the Governors, for particular purposes.

2 CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimate are considered by the Governors to have the most significant effect on amounts recognised in the financial statements.

i. **Instrument valuation**
String instruments are included in the accounts at original cost or an estimated value if donated prior to 2002 or an estimated value at date of donation after 2002. The values are sensitive to the condition of the instrument and external market factors.

ii. **Depreciation**
The annual depreciation charge for property, plant and equipment is sensitive to change in useful economic life and residual values of assets. These are reassessed annually.

iii. **Valuation of investments**
The value of investments reflects the movement of the stock and other markets and can therefore decrease as well as increase. The value of the investment property is dependent on factors affecting house prices in the United Kingdom and local market fluctuations.

3 FEE INCOME

The School's activities are carried out within the UK.	2024	2023
The school's fee income comprised:	£	£
Gross fees	4,205,926	3,909,409
Less: Scholarships and bursaries	(816,497)	(791,735)
	3,389,429	3,117,674

4 OTHER TRADING INCOME

	2024	2023
	£	£
Trading income - Unrestricted funds	654,115	689,909
	654,115	689,909

5 INVESTMENT INCOME

	2024	2023
	£	£
Unrestricted funds		
Interest receivable	153,765	57,510
Dividend income	171,825	162,040
Restricted funds		
Interest receivable	-	-
Dividend income	87,208	82,240
	412,798	301,790

6 DONATIONS AND GRANTS

	2024	2023
	£	£
Unrestricted funds	**229,425**	116,445
Restricted funds	**516,022**	877,836
Endowed funds	-	-
	745,447	**994,281**

7 EXPENDITURE

Year ended 31 August 2024	Staff costs (note 8)	Other	Depreciation	Total 2024
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	213,141	3,720	-	**216,861**
Direct trading expenditure costs	209,325	119,304	-	**328,629**
Other expenditure	-	15,081	-	**15,081**
	422,466	**138,105**	**-**	**560,571**
Charitable expenditure				
Teaching	2,057,907	145,634	82,572	**2,286,113**
Welfare	418,708	152,388	-	**571,096**
Premises and Estates	240,370	859,198	392,587	**1,492,155**
Administration	526,625	470,867	-	**997,492**
Governance	-	29,995	-	**29,995**
Total Expenditure	**3,243,610**	**1,658,082**	**475,159**	**5,376,851**
	3,666,076	**1,796,187**	**475,159**	**5,937,422**

Year ended 31 August 2023	Staff costs	Other	Depreciation	Total 2023
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	192,070	6,984	-	199,054
Direct trading expenditure costs	227,868	152,344	-	380,212
Other expenditure	-	17,316	-	17,316
	419,938	176,644	-	596,582
Charitable expenditure				
Teaching	1,924,088	102,352	81,876	2,108,316
Welfare and Catering	367,151	281,425	-	648,576
Premises	199,579	600,931	395,520	1,196,030
Administration	496,974	600,842	-	1,097,816
Governance	-	30,468	-	30,468
Total expenditure	2,987,792	1,616,018	477,396	5,081,206
	3,407,730	**1,792,662**	**477,396**	**5,677,788**

7 EXPENDITURE (CONTINUED)

Included within expenditure are:

	2024	2023
	£	£
Auditors' remuneration		
- Audit Fees	33,664	32,226
- Accountancy Fees	7,902	7,614
- (over) /under provision from previous year	45	(816)
- Other fees	3,130	4,236

8 STAFF COSTS

	2024	2023
	£	£
Wages and salaries	2,678,740	2,460,882
Social security costs	261,279	244,521
Other pension costs	362,844	333,392
Other staff costs	363,213	368,935
	3,666,076	3,407,730

The average monthly number of employees during the year was as follows:

	2024	2023
	No.	No.
Teaching	38	34
Non-teaching	48	46
	86	80

The number of employees whose emoluments amounted to over £60,000 in the year was as follows:

	2024	2023
	No.	No.
£60,000 - £70,000	1	1
£70,001 - £80,000	3	1
£80,001 - £90,000	2	1
£90,001 - £100,000	1	-
£100,001 - £110,000	-	1

Pension contributions for the year amounted to £74,419 (2023: £58,811) for the above employees.

Key management personnel include the Governors (who are not remunerated) and the Leadership team. The total remuneration including pension contributions, employer's National Insurance and benefits received by key management personnel were £747,170 (2023: £661,007).

9 GOVERNORS REMUNERATION AND BENEFITS

There was no Governors' remuneration for the year ended 31 August 2024 nor for the year period 31 August 2023.
No governor (2023: none) was reimbursed expenses in the year (2023: £nil).

Trustees Indemnity Insurance cost £140 (2023: £140). Donations were also received from 8 Governors during the year totalling £7,704 (2023: £17,115 from 11 Governors).

10 PENSIONS

The School participates in the Teachers' Pension Scheme ('the TPS') for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £178,489 (2023: £209,330) and at the year end £nil (2023: £nil) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by The Teachers' Pensions Regulations 2010 (as amended) and The Teachers' Pension Scheme Regulations 2014 (as amended). 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 2020 and the Valuation Report was published in October 2023.

Following the McCloud judgement, the remedy proposed that when benefits become payable, eligible members can select to receive them from either the reformed or legacy schemes for the period 1 April 2015 to 31 March 2022. The actuaries have assumed that members are likely to choose the option that provides them with the greater benefits, and in preparing the 2020 valuation has valued the 'greater value' benefits for groups of relevant members.

The employer contribution rate for the TPS is 28.6%, and employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution rate of 28.68%.

11 NET INCOME FOR THE YEAR

	2024	2023
	£	£
Net income is stated after charging:		
Depreciation of tangible fixed assets	**475,159**	477,396
Operating lease payments	**11,822**	11,560
Profit on sale of fixed assets	**2,348**	-

12 TANGIBLE FIXED ASSETS

	Assets under Construction	Freehold Property	Musical Instruments	Fixtures & Fittings	Furniture and Academic Equipment	Motor Vehicles	**Total**
	£	£	£	£	£	£	**£**
Cost:							
At 1 September 2023	79,570	15,974,461	2,121,068	453,100	840,591	6,100	**19,474,890**
Additions	-	173,874	16,000	79,362	18,459	-	**287,695**
Disposals	(79,570)	-	-		(3,109)	-	**(82,679)**
At 31 August 2024	-	16,148,335	2,137,068	532,462	855,941	6,100	**19,679,906**
Depreciation:							
At 1 September 2023	-	4,351,564	859,199	341,006	724,719	6,100	**6,282,588**
Charge for year	-	317,076	82,572	15,480	60,031	-	**475,159**
Disposals	-	-	-	-	(762)	-	**(762)**
At 31 August 2024	-	4,668,640	941,771	356,486	783,988	6,100	**6,756,985**
Net book value:							
At 31 August 2024	-	11,479,695	1,195,297	175,976	71,953	-	**12,922,921**
At 1 September 2023	79,570	11,622,897	1,261,869	112,094	115,872	-	**13,192,302**

13 INTANGIBLE FIXED ASSETS

	Other Intangibles £	Total £
Cost:		
At 1 September 2023	-	-
Additions	13,046	13,046
At 31 August 2024	13,046	13,046
Amortisation:		
At 1 September 2023	-	-
Charge for year	-	-
At 31 August 2024	-	-
Net book value:		
At 31 August 2024	13,046	13,046
At 1 September 2023	-	-

14 INVESTMENTS

	Investment Property £	Listed Investments £	2024 £	2023 £
Cost/valuation At 1 September 2023	422,854	8,430,725	8,853,579	8,968,222
Additions	-	-	-	-
Investment management expenses	-	(49,469)	(49,469)	(48,338)
Gains/(Losses) arising from movements in valuations	-	1,009,012	1,009,012	(66,305)
Cost/valuation At 31 August 2024	422,854	9,390,268	9,813,122	8,853,579
Historic cost at 31 August 2023	-	-	-	5,635,356
UK equities	-	9,381,812	9,381,812	8,426,941
Property	422,854	-	422,854	422,854
Cash	-	8,456	8,456	3,784
	422,854	9,390,268	9,813,122	8,853,579

Investment properties were valued as at 31 August 2024 on the basis of market value. This is the Governors' best estimate of the market value.

15 DEBTORS

	2024 Group £	2023 Group £	2024 School £	2023 School £
Fees and extras	305,692	118,892	232,124	94,648
Less provision for doubtful debts	-	-	-	-
Prepayments and accrued income	226,055	195,446	226,055	195,447
Amount due from group undertaking	-	-	133,344	278,687
	531,747	314,338	591,523	568,782

Included in prepayments and accrued income is £110k of accrued legacies (2023: £30k). In addition to legacies received and accrued in the year, the charity is a residual beneficiary of a legacy. The estimated value is in the region of £700k. This has not been included in the Financial Statements as it cannot be measured reliably.

16 CREDITORS

Amounts falling due within one year:

	2024 Group £	2023 Group £	2024 School £	2023 School £
Loans	100,000	100,000	100,000	100,000
Trade creditors	72,675	129,497	72,675	129,497
Taxation and social security costs	62,557	1,877	62,557	1,877
Fee Deposits	86,163	70,977	86,163	70,977
Deferred income and Fees in advance	571,509	224,927	571,509	224,927
Other creditors	5,922	16,400	4,002	11,014
Accruals	108,503	202,045	88,769	183,531
	1,007,329	745,723	985,675	721,823

Deferred income:

	2024 £	2023 £
Brought forwards	224,927	219,392
Released in year	(224,927)	(219,392)
Deferred fee income for Autumn Term	571,509	224,927
Carried forward	571,509	224,927

17 CREDITORS DUE AFTER ONE YEAR

	2024 School & Group £	2023 School & Group £
Amounts falling due after more than one year:		
Bank loan	100,000	191,667
	100,000	191,667

	2024 £	2023 £
Movement on bank loan:		
In one year or less	100,000	100,000
Between one and two years	100,000	100,000
Between two and five years	-	91,667
After five years		
	200,000	291,667

The bank loan provided to the Charity by Lloyds Bank Plc is secured by first legal charge over the freehold land & building at Millfield Lodge. The loan is a CBIL for £500,000 with a six year term with an interest rate of 1.31% plus base rate which was paid by the government in the first year.

18 STATEMENT OF FUNDS

Year ended 31 August 2024	At 1 September 2023	Income	Expenditure	Transfer Between Funds	Gains/ (losses)	At 31 August 2024
	£	£	£	£	£	£
Unrestricted funds:						
General reserve	1,475,616	4,598,377	(5,285,746)	579,370	-	1,367,617
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	62,241	182	(11,000)	-	715	52,138
Total designated	66,791	182	(11,000)	-	715	56,688
Fixed Asset Funds	13,192,302	-	(475,159)	218,824	-	12,935,967
Restricted funds:						
Bursary Funds	2,458,456	476,345	-	(782,951)	-	2,151,850
Other Restricted Funds	101,218	126,885	(116,082)	(15,243)	-	96,778
Total restricted	2,559,674	603,230	(116,082)	(798,194)	-	2,248,628
Endowment funds:						
Permanent Endowments	2,083,724	-	(16,655)	-	339,700	2,406,769
Expendable Endowments	5,609,035	-	(32,780)	-	668,597	6,244,852
Total endowment	7,692,759	-	(49,435)	-	1,008,297	8,651,621
Total funds	**24,987,142**	**5,201,789**	**(5,937,422)**	**-**	**1,009,012**	**25,260,521**

Year ended 31 August 2023	At 1 September	Income	Expenditure	Transfer Between Funds	Gains/ (losses)	At 31 August
	£	£	£	£	£	£
Unrestricted funds:						
General reserve	1,831,474	4,143,405	(4,956,006)	456,790	(47)	1,475,616
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	65,994	173	-	(3,926)	-	62,241
Total other designated funds	70,544	173	-	(3,926)	-	66,791
Fixed Asset Funds	13,339,719	-	(477,396)	329,979	-	13,192,302
Restricted funds:						
Bursary Funds	2,488,967	744,006	-	(774,517)	-	2,458,456
Other Restricted Funds	89,559	216,070	(196,085)	(8,326)	-	101,218
Total restricted	2,578,526	960,076	(196,085)	(782,843)	-	2,559,674
Endowment funds:						
Permanent Endowments	2,122,319	-	(16,273)	-	(22,322)	2,083,724
Expendable Endowments	5,684,999	-	(32,028)	-	(43,936)	5,609,035
Total endowment	7,807,318	-	(48,301)	-	(66,258)	7,692,759
Total funds	25,627,581	5,103,654	(5,677,788)	-	(66,305)	24,987,142

18 STATEMENT OF FUNDS (CONTINUED)

Designated Funds:

Wallace Curzon: These funds are usually given to students in their final year when they leave the School.

Designated Bursary Fund: This represents legacy income received in previous years. This is to be used for bursaries as and when the need arises.

Fixed asset Funds:

The fixed asset fund represents money held in tangible and intangible fixed assets used by the School.

Restricted Funds:

Restricted Bursary Funds: These funds arise from legacies, grants and donations made for the specific purpose of providing bursaries to students: the recipients and amounts of bursaries are determined by the Head and Governors.

Other Restricted Funds: These funds arise from grants and donations made for specific purposes other than bursaries.

Transfer of Funds:

The transfer of funds from restricted Bursary Funds to the unrestricted General Reserve represents the bursaries provided to the students in the year. Transfer of funds from other restricted funds to unrestricted general reserve represent the transfer of assets as the money has been used for the purpose for which it was given.

Endowment Funds:

Permanent Endowment Funds are those where Governors are required to hold the capital and are not entitled to convert it to income. Income arising from these funds is included within restricted funds and is spent in line with the wishes of the donor.

Expendable Endowment Funds are those where the Governors have the power to convert the fund or part thereof to income.

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Year ended 31 August 2024	Unrestricted funds	Restricted funds	Permanent Endowment	Expendable Endowment	**2024 Total**
	£	£	£	£	£
Tangible and intangible fixed assets	12,935,967	-	-	-	**12,935,967**
Investments	536,538	624,963	2,406,769	6,244,852	**9,813,122**
Current assets	1,995,096	1,623,665	-	-	**3,618,761**
Current liabilities	(1,007,329)	-	-	-	**(1,007,329)**
Long term liabilities	(100,000)	-	-	-	**(100,000)**
Total net assets	14,360,272	2,248,628	2,406,769	6,244,852	**25,260,521**

Year ended 31 August 2023	Unrestricted funds	Restricted funds	Permanent Endowment	Expendable Endowment	2023 Total
	£	£	£	£	£
Tangible fixed assets	13,192,302	-	-	-	13,192,302
Investments	535,857	624,963	2,083,724	5,609,035	8,853,579
Net current assets	1,198,217	1,934,711	-	-	3,132,928
Long term liabilities	(191,667)	-	-	-	(191,667)
Total net assets	14,734,709	2,559,674	2,083,724	5,609,035	24,987,142

20 COMMITMENTS UNDER OPERATING LEASES

At 31 August 2024, the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall

	2022	2023
	£	£
Due within one year	11,743	11,822
Due between two to five years	17,845	29,591
	29,588	41,413

21 RELATED PARTIES

During the year, YMS Enterprises had transactions totalling £103,461 (2023: £106,779) with the School. At 31 August 2024, £99,488 (2022: £78,933) was owed by YMS Enterprises. During the year, YMS China Limited had transactions totalling £39,681 (2023: £61,060) with the School. At 31 August 2024, £33,856 (2023: £199,813) was owed by YMS China Limited.

22 CAPITAL COMMITMENTS

Capital expenditure contracted at 31 August 2024 amounted to £nil (2023: £70,876).

23 NOTES TO THE CASHFLOW STATEMENT

Reconciliation of operating result to net cash inflow from operating activities:	2024 £	2023 £
Net movement in funds	**273,379**	(640,439)
(Gains)/loss on investments	**(1,009,012)**	66,305
Depreciation	**475,159**	477,396
Impairment of fixed assets	**79,570**	-
Dividends and interest received	**(412,798)**	(301,790)
Investment management fees	**54,141**	39,194
Increase/(Decrease) in creditors	**261,606**	52,869
(Increase)/Decrease in debtors	**(217,409)**	1,293,348
Decrease/(Increase) in stocks	**223**	(138)
	(495,141)	986,745

	At 1 September 2023	Cashflows	Other non-cash changes	At 31 August 2024
	£	£	£	£
Cash and cash equivalents				
Cash - in hand	3,560,397	(477,076)	-	3,083,321
- investments	3,784	4,672	-	8,456
	3,564,181	(472,404)	-	3,091,777
Borrowings				
Debt due within one year	(100,000)	91,667	(91,667)	(100,000)
Debt due after one year	(191,667)	-	91,667	(100,000)
	(291,667)	91,667	-	(200,000)
Total	3,272,514	(380,737)	-	2,891,777

24 SUBSIDIARY UNDERTAKINGS

YMS ENTERPRISES

YMS Enterprises (company registration number 06775727; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly-owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 17 December 2008. The principal activities of the company are to offer public and private concerts, summer schools and associated services and general merchandising. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS Enterprises for the year to 31 August 2024 showed the following position:

	At 31 August	At 1 September 2023
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	41,700	81,641
Debtors	73,568	15,494
Creditors: amounts falling due within one year	(115,268)	(97,135)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	228,658	200,695
Operating costs	(64,870)	(98,484)
GROSS PROFIT	163,788	102,211
Administrative expenses	(126,417)	(40,268)
Profit in year	37,371	61,943
Retained profit brought forward	-	-
Amount distributed to YMS under Gift Aid	(37,371)	(61,943)
RETAINED PROFIT	-	-

25 SUBSIDIARY UNDERTAKINGS (CONTINUED)

YMS CHINA

YMS China Limited (company registration number 11712861; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly-owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 5 December 2018. The principal activity of the company is to offer cultural education on the ethos and methodology principles of Yehudi Menuhin in running educational establishments. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS China Limited for the year to 31 August 2024 showed the following position:

	At 31 August 2024	At 1 September 2023
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	39,730	196,703
Debtors	-	8,750
Creditors: amounts falling due within one year	(39,730)	(205,453)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	337,749	372,179
Operating costs	-	-
GROSS PROFIT	337,749	372,179
Administrative expenses	(47,701)	(65,054)
Profit in year	290,048	307,125
Retained (loss) brought forward	-	-
Amount distributed to YMS under Gift Aid	(290,048)	(307,125)
RETAINED PROFIT/(LOSS)	-	-

YEHUDI MENUHIN SCHOOL LIMITED

England & Wales - Charity number 312010

Accounts

The Yehudi Menuhin School Limited

(A Company Limited by Guarantee)

Incorporated in England and Wales No. 00818389
Registered Charity No. 312010

GOVERNORS' REPORT AND FINANCIAL STATEMENTS

For the year ended

31 August 2023

The Yehudi Menuhin School Limited

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for the year ended 31 August 2023

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GOVERNORS AND DIRECTORS
Current Governors of the School who are Trustees of the Charity and Directors of the Company and who served during the year (except as noted) are:

* David Buckley (Chairman)
* Geoffrey Richards (Vice Chairman)
  Dominic Benthall
* Lord Blackwell
* George Bruell (appointed 29 November 2022)
* Andrew Butcher (appointed 17 August 2022)
  Kate Costeloe
  Hilary Cowan
* John Everett
* Andrew Hunter Johnston
* John Pagella
  Alice Phillips
  Vanessa Richards
* Benedict Vanderspar (appointed 30 August 2022)
  Jonathan Willcocks

* Members of the Finance and General Purposes Committee

Governors serve for a term of four years and may be re-elected for a further two terms.

REGISTERED OFFICE	Millfield Cobham Road Stoke D'Abernon Cobham Surrey KT11 3QQ 01932 584795 admin@menuhinschool.co.uk www.menuhinschool.co.uk
COMPANY NUMBER	00818389
CHARITY NUMBER	312010
PRESIDENT	Daniel Barenboim KBE
CO-PRESIDENT	Tasmin Little OBE
VICE PRESIDENTS	Barbara R D Fisher OBE The Hon. Mrs Zamira Menuhin Benthall
GOVERNORS EMERITUS	Daniel Hodson Anne Simor – (Resigned 5 July 2023)
MUSICAL PATRONS	Steven Isserlis CBE Robert Levin Sir András Schiff

HEAD	Benjamin Gudgeon
DIRECTOR OF MUSIC	Ashley Wass
DIRECTOR OF PASTORAL CARE	Melanie Bloor-Black
DIRECTOR OF STUDIES	David Bruce
DIRECTOR OF DEVELOPMENT & EXTERNAL RELATIONS	Gerald Carew
DIRECTOR OF STRATEGY	Shelley Twitchin MMus PGDip FCCA (Resigned 17 November 2023)
BURSAR	Philippa Stanfield
AUDITORS	Moore Kingston Smith LLP 6th Floor 9 Appold Street London EC2A 2AP
BANKERS	Lloyds Bank plc 39 Threadneedle Street London EC2R 8AU
INSURANCE BROKERS	Marsh Capital House 1-5 Perrymount Road Haywards Heath West Sussex RH16 3SY Aston Lark Limited Ibex House 42-47 Minories London EC3N 1DY
INVESTMENT MANAGERS	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

GOVERNORS' REPORT (INCORPORATING A STRATEGIC REPORT)

The Governors present their annual report and financial statements for the year ended 31 August 2023.

The Governors of the School who are also Trustees of the Charity and Directors of the company have pleasure in presenting their strategic report and financial statements for the year ended 31 August 2023. The financial statements comply with current statutory requirements, the Articles of Association and the 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 (the FRS 102 Charities SORP).

REFERENCE AND ADMINISTRATIVE INFORMATION

The Yehudi Menuhin School was originally founded in 1963 by celebrated violinist Yehudi Menuhin as a charitable trust. The Yehudi Menuhin School Ltd, a company limited by guarantee (company number 00818389) and a registered charity (charity number 312010) was incorporated in September 1964. The liability of its Members in the event of the Company being wound up is limited to a sum of £1 each. The School is governed by its Articles of Association, updated in 2015.

GROUP STRUCTURE AND RELATIONSHIPS

The accounts include the results of The Friends of The Yehudi Menuhin School (registered charity number 312010-2). It is a linked charity and raised funds from its members to donate to the School and is governed by its Board.

A wholly owned non-charitable subsidiary, YMS Enterprises Limited, was established and incorporated on 17 December 2008 as a company limited by guarantee (company number 06775727). The company oversees the School's trading activities, and is governed by its Board. A further non-charitable subsidiary, YMS China Limited was established in December 2018 to promote the principles and ethos of The Yehudi Menuhin School in China by providing advisory services and granting rights subject to conditions. It advises the School's activities in China, and is governed by its Board.

The subsidiaries results are consolidated with the School's financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING BODY

Responsibility for the overall management and organisation of the School rests with the Governors, who meet at least on a termly basis. They are supported in carrying out their responsibilities by several committees and sub-committees. The Development Committee and the Finance and General Purposes (F&GP) Committee meet a few weeks before each of the termly meetings of the Council of Governors. The F&GP Committee is supported by sub-committees responsible for the overview of Risk Management, Investments, Audit and Remuneration. The Education Committee meets twice yearly, and a Nominations Committee meets to oversee the selection and appointment of new Governors when required.

The task of running the School on a day-to-day basis is the responsibility of the Head and he is fully supported by the members of the Leadership Team.

Remuneration of the Leadership Team is set according to market rates, the level of skills and experience required to deliver the roles, and affordability. The Remuneration Committee reviews the salaries for the Leadership Team and Head.

RECRUITMENT AND TRAINING OF GOVERNORS

Governors are appointed at Council Meetings or by written resolution on the basis of advice from the Nominations Committee. A skills register of all Governors is maintained and regularly reviewed to ensure that the Council has the necessary breadth, scope and expertise to support the School. New Governors are provided with induction material, and all Governors are informed of relevant training courses offered by various professional bodies (AGBIS, ISBA etc.) and encouraged to attend.

LEADERSHIP

Gerald Carew took over as Director of Development and External Relations in May 2023. Philippa Stanfield took over as Interim Bursar in April 2023 and Shelley Twitchin resigned as Director of Strategy in November 2023.

OBJECTS, AIMS, OBJECTIVES AND ACTIVITIES

PRINCIPAL ACTIVITY

The Yehudi Menuhin School is a global leader in music education. The School's mission is to provide a happy, healthy learning environment where exceptionally talented young musicians discover how to achieve their potential.

The School's unique curriculum weaves the highest level of musical training into an outstanding academic programme to provide a world-class education.

The School's diverse community is formed of pupils who are admitted on the basis of artistic potential, not according to financial means.

The five key values of the School underpin the School's mission and vision for the future. All pupils and staff will be encouraged to live, work, and communicate in accordance with these values:

PURSUIT OF EXCELLENCE
The School aims for the highest standards of musical understanding and academic achievement. The School's pupils are taught dedication, self-discipline, and resilience, to overcome and relish the challenges of a life in music.

INTEGRITY
The School's pupils and staff demonstrate personal responsibility, honesty, and a mature sense of social conscience.

KINDNESS
All members of the School's community understand the importance of humility, empathy and tolerance. Pupils and staff have respect for one another.

INTELLECTUAL CURIOSITY
In the understanding that intellectual growth informs and supports musical development, the School encourage all pupils and staff to be creative and open-minded, and to adopt a love of lifelong learning.

COMMUNITY
The School's community is collaborative, diverse, inclusive, and mutually supportive, with teamwork at its heart. The School shares its work with in the local community, as well as reaching an international audience. The School instils its pupils with a sense of their environmental and social responsibility.

PUBLIC BENEFIT

The Governors confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the general and sub-sector guidance issued by the Charity Commission on public benefit. The charitable purpose of the School within the meaning of the Act is enshrined within its Objects, as stated below.

The Governors ensure that this charitable purpose is carried out for the public benefit by working to make sure wherever possible that such specialist education and training is available to many of those who are sufficiently talented and would benefit from the activities of the School, irrespective of financial circumstances. In shaping the objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

Public benefit is not just provided to the pupils at the School. The section in this Report headed 'Community engagement and outreach' summarises many other projects and events carried out within the local community, nationally and internationally, in accordance with the Objects of the School, e.g. opportunities for children to learn and perform music, pupils' concerts at care and nursing homes, assistance to local music teachers and opportunities for amateur musicians of all ages to perform in the School's Menuhin Hall.

CHARITABLE OBJECTS

The Objects of the charity are to provide and advance a general and specialised education and training of the highest order in music and the performing arts by means of a boarding and day School in the United Kingdom, where children from any part of the world with exceptional musical talent may be educated. The Objects include generally fostering music and the arts and general education of children by the provision of courses at the School throughout the year.

OBJECTIVES

The Yehudi Menuhin School aims to harness its reputation as a leading authority in classical music education, to develop the performers and audiences of the future. The School aim to cultivate the next generation of happy, well-adjusted musicians, who are team players, can express themselves articulately, are equipped to support their artistic expression with intellectual understanding, and who are on the path to becoming influential figures in the broad world of music and the arts.

- The School will continue to recruit the world's most talented musical pupils to the School, ensuring that the mission of the School reaches all areas of the country. Diversity and inclusion will be a central focus of its mission, alongside other global priorities such as environmental sustainability.

- The School will ensure that all pupils are equipped with the emotional and practical tools to embrace life as a professional musician, be it in performance, composition, or any field within the sector. This will include education in music technology, recording, self-management, industry awareness, networking and other key skills, in addition to their musical and intellectual education.

- The School aspires for all its pupils to be powerful communicators, with something to say and the means to say it. We help them to develop a strong sense of artistic identity and integrity, fostered in a supportive and collaborative environment.

- Building on the ambition of its founder, the School seeks to share the music made in our School to audiences near and far, contributing to the wider understanding, appreciation and reach of classical music.

- Above all, the School's aim is not only to nurture good musicians and instrumentalists, but to develop ambassadors for music and the arts: industry leaders who will develop its traditions (and keep them relevant) for future generations.

The School's achievement of its objectives is evidenced by pupil performance and learning outcomes. The School's commitment to access for talented pupils of all backgrounds is evidenced by consistent, ongoing, means- tested financial support to 90% of pupils via MDS or School bursaries. The School's financial performance is evidenced by performance against budget, as well as percentage increases and decreases in both revenues and costs. These measures are shown in the Financial Review section of this report.

ACHIEVEMENTS AND PERFORMANCE

'A first-class all-round education, with music at its heart'

The Governors are delighted to report that the School continued to perform at the highest level in every area over the last year.

MUSICAL HIGHLIGHTS

The School ran a busy programme of musical activities in the 2022-23 academic year.

A full programme of showcase concerts was in operation, and audiences gradually grew throughout the season as attendances showed signs of post-covid recovery. Particular highlights were an event designed to spotlight pupils who were making their debuts in the Menuhin Hall, a special concert featuring staff and pupils for Founder's Day, a Winter Festival which featured The Snowman alongside a variety of other concert formats, numerous collaborations between visiting artists and pupils, including the Brodsky Quartet and the Sitkovetsky Trio, and a well-received Summer Festival which included mixed genre events, guest appearances by established artists, and a finale which saw the YMS choir perform alongside the Music in Secondary Schools Trust.

In addition to the concerts hosted by the Menuhin Hall, the School enjoyed a busy programme of external concerts, including performances at Champs Hill, the Petworth, Lichfield and Pinner festivals, and concerts at St. George's Bristol, the Wiltshire Music Centre and numerous music societies, a tour to Scotland, and a Leavers Concert at Kings Place. Furthermore, the School embarked upon an end of year tour of concerts culminating in a performance in Gstaad.

A major project during the year was the recording of the School's first commercial album, Around the World in 80 Minutes, to be released on Orchid Classics in March 2024. The album features works from around the globe, including several transcriptions and arrangements by YMS pupils and staff, and features an array of guest artists and conductors. The School also recorded a brief tribute to the Queen after her death, while a pupil arrangement of a well-known Christmas song was released to supporters of the School in early December.

The School's chamber music programme continued to grow throughout the year, with all pupils – regardless of age or instrument – now actively engaged in ensemble playing. Most programmes, whether internal or external, were evenly divided between solo and chamber repertoire, and a wide range of staff contributed towards the coaching of chamber groups.

Once again, there were a number of notable competition successes, including major prizes at events in Hungary, Georgia, the USA, London and Holland.

The Virtual Menuhin School continued to operate following its launch in the previous year. This provision was initially created to connect with talented young musicians around the world, enabling them to develop an understanding of the YMS ethos and expectations through practical and academic music lessons delivered online, as well as promoting integration into the School community. It has now expanded to incorporate a non-selective strand to widen access. In addition, the Baby Menuhins programme was launched during the 2022-23 year.

BOARDING PROVISION

The School's boarding community and pastoral care support pupils' musical, academic and social development. The School has two separate boarding houses (Harris and Music House), at present accommodating 34 boys and 45 girls. We offer full or weekly boarding and presently 10 of our 89 pupils are day pupils (4 boys, 5 girls).

Each house has a live-in Houseparent and Assistant Houseparent who work full time and are dedicated to their boarding role. Both Houseparent's are senior members of the School's Leadership Team: the Houseparent of Music House is Director of Pastoral Care and Designated Safeguarding Lead, while the Houseparent of Harris House is Director of Staff and Boarding. Two other staff members live on site (one being the Graduate Music Assistant) supporting the team and undertaking one or two evening shifts per week. Music House has a Day Matron and Harris House has additional support from staff who work both in the boarding house as well as part of the wider School community. There is always a Designated

Safeguarding Lead or a deputy on site and a member of the Leadership team is available for any necessary support, including out of hours and at weekends.

The houses proactively cultivate a family feel and the pupils often refer to School as their 'other home'. Younger pupils look up to the older ones as they would siblings, and older pupils frequently say that they take pleasure in guiding the younger pupils both musically and morally. The community extends across the houses; there is no great divide between boys and girls.

One of the most important aspects of boarding is to ensure that there is enough 'down time' and that the pupils have protected time in which they can properly rest. Their days are long and physically tiring, and so time away from their instruments is vital. To this end the School offers weekly yoga, dance and free swim sessions during the week, as well as trips to the supermarket on a Friday evening. Weekends provide a good opportunity for pupils to relax and take part in extra-curricular activities. Activities offered include film nights, ice cream making, walks in the country, trips to concerts in London, crazy golf, and football on the School playing field – there is truly something for everyone. These trips and activities are free to attend and open to all ages, and a good mix of pupils regularly attend.

The close-knit boarding environment allows boarding staff to observe and support social development amongst all the pupils. They learn the importance of listening to others, whilst being able to challenge and discuss differing opinions. They learn how to harmoniously share living space and they are encouraged to be kind and tolerant of each other's differences. The houses promote an inclusive ethos where everyone has equal worth and can speak their mind, without fear of reproach or judgement.

As the pupils move through the School, they are given more responsibility and opportunities to develop as responsible young adults. They may mentor a younger pupil, represent their peers on School Council or Food Committee, or help to host a Friends' reception, where they meet donors and visitors to the School. They are expected to speak with confidence at these events, and it forms an important part of their training in self-promotion and presence, crucial for future success at Conservatoire or in performance.

LEAVERS' DESTINATIONS

Graduating pupils left to continue their studies at the conservatoires and universities of their choice: The Royal College of Music (4), The Royal Academy of Music (2), The Barenboim-Said Akademie in Berlin (1), The Lubeck Academy of Music (1), Hochschule fur Musik und Tanz Koln in Cologne (2), The Hochschule fur Musik und Theatre in Munich (1), The Akademie fur Tonkunst in Darmstadt (1), The University of Warwick(1) and Kings College London (1).

ACADEMIC ACHIEVEMENTS

On the academic front, pupils continued to perform exceptionally well and our results were higher than pre-pandemic levels. At A level, 65% of grades were awarded at A* - A and 95% were awarded at A* - C. At GCSE level, 70% of grades awarded at level 9 – 7 (A* - A) and 97% at level 9-4 (A* - C) with a 98% pass rate.

EXTRA-CURRICULAR ACTIVITIES

The Duke of Edinburgh Award Scheme continued to be very popular, with pupils signed up for Gold, Silver and Bronze categories. There were a number of expeditions to various parts of the UK including the North Downs, the Surrey Hills and the Lake District. We currently have five students who have completed their Gold Duke of Edinburgh Award and who are due to be presented with it at the Palace. The Brackenbury Art Show took place this year with a variety of categories including art, creative writing, poetry and photography. There were several prizes awarded and winning entries were displayed in the Menuhin Hall foyer as part of our Summer Festival. Our annual Activities Day took place off-site this year and included exciting trips to London Zoo, Harry Potter Studios, The Tate Gallery, an Escape Room and a West End Musical.

COMMUNITY ENGAGEMENT AND OUTREACH

Outreach is central to our ethos, and we are constantly developing our community engagement programme to ensure that the School serves the broader community to the best of its abilities. To support the expansion

of the School's outreach activities we employ a Community Partnerships Coordinator to drive forward and explore new initiatives, diversifying our engagement, nurturing new contacts and placing Outreach at the heart of school life. The YMS Community Partnerships Coordinator sits on the Surrey Music Education Hub Steering Board, where YMS is an official partner.

The School ran a year-long series of twice-weekly visits to Cobham Free School in which YMS pupils worked side by side with CFS pupils, introducing them to music and musical instruments. Additional events included:

- A large-scale collaboration with Surrey and Sussex string academy, where YMS performed a children's oratorio "Perfect Pitch" with several hundred primary School children singing, while YMS pupils were performing side-by-side and mentoring young string players.

- Family Day concerts aimed at young children with little previous musical knowledge, which was led by Community Partnerships Coordinator with the assistance of several students. These concerts were also given freely to over 16 local primary Schools, featuring seasonal music and stories.

- A Family Day workshop based around creating your own new instruments, in which the Menuhin Hall and foyer were filled with arts and crafts for families to invent new sounds with, later being introduced to more unconventional instruments such as Boomwhackers and Synthesizers.

- The School hosted two 'Singing Picnics' led by Surrey Music Hub, which were attended by around 200 children. YMS pupils also performed a child-friendly concert with music and poetry for visitors.

- Our annual composition project with local secondary Schools which resulted in 30 A-level and GCSE compositions being recorded by YMS musicians and utilising the School's facilities.

  Tickets were free for all events to under-18s. Over 60 complimentary tickets were provided to local schools to attend summer evening concerts.

In addition, the School has sought opportunities to further engage with local community groups. During the Summer term, pupils performed at a local centre for the retirements and elderly, as well as free community concerts in local churches. In the summer holidays of 2023 present and former pupils gave free recitals in Fulham as part of the Hurlingham Arts Festival. These engagements were well-received and the school has been invited to come again.

SECURING FUNDING OF PUPILS' FEES FROM THE DEPARTMENT FOR EDUCATION

The School seeks to offer a significant number of places each year through the Department for Education's Music and Dance Scheme (MDS), which supports pupils who could not otherwise afford the fees. The School has 61 MDS places available to it which were utilised to the fullest extent possible during the academic year. The MDS funding resulted in a total of £2,068,586 (2021-22 £2,044,273) being paid directly to the School from Government.

PHILANTHROPIC SUPPORT- PROVIDING TALENTED YOUNG MUSICIANS WITH THE OPPORTUNITY OF A LIFETIME

Philanthropy continues to play a vital part in the life of the School and we are deeply grateful to the many individuals and institutions who helped us to fulfil our charitable objectives. In total, £994,281 was received in donations and legacies this year. Our fundraising priorities for the year included raising money for bursaries alongside core costs.

BURSARIES; ENSURING ACCESS FOR ALL

In keeping with the School's mission of 'enabling children with potentially outstanding musical talent to attend the School, irrespective of their income, background, creed or country of origin,' the School offers additional financial support to students who fall outside the residency criteria for MDS, or for whom there is no place

available. After applying uniform means-testing, the School looks to its vital bursaries to make up the shortfall in fees, allowing promising students from all backgrounds to access the School's world-class music and academic education.

Many individuals, trusts, foundations and individuals contributed to our Bursary Fund, for which we raised almost £300,000 during the year. We are particularly grateful to the Harvey-Julius Family Trust, the Holder Family, the Leverhulme Trust, the Linbury Trust, The Lillywhite Trust, Mr Ronald and the Hon Mrs Rita McAulay, the Henri Moerel Foundation, and the Audrey Wilson Charitable Settlement for their significant contributions, as well as others who wish to remain anonymous.

CORE COSTS

In line with the School's fundraising priorities, the Development team devoted significant time to securing funding for the School's core costs. We wish to recognise the particularly significant contributions of Mr Lionel Blackman, Lord and Lady Blackwell, The Skyrme Hart Trust the S E Franklin Charity, Fresh Leaf Charitable Trust, The Weinstock Fund, The Oak Foundation, Cosman Keller Charitable Trust, as well as the members of the Menuhin Circle.

FRIENDS OF YEHUDI MENUHIN SCHOOL

The School has a linked charity, The Friends of Yehudi Menuhin School, which donated £35,000. The Friends contributed to a new Harp, Music Technology, Pupil Opportunity Fund and Leavers Scores. Our Friends traditionally provide our pupils with a highly supportive audience at The Menuhin Hall and are a deeply appreciated part of the YMS 'family'.

FUTURE FUNDRAISING PRIORITIES

The School will continue to devote considerable effort to raising money for bursaries and other targeted support for pupils, as well as further seeking to cover core costs, in particular music staff salaries.

OUR APPROACH TO FUNDRAISING:

The School believes that fundraising should be an open, honest and respectful process. We aim to build and maintain solid partnerships with our supporters and donors, based on mutual understanding and shared values. In developing our approach to fundraising we have taken account of the Code of Fundraising Practice issued by the Fundraising Regulator and have voluntarily paid the Fundraising Levy. We abide by the Fundraising Promise, as outlined in the Code of Practice, and have internal procedures in place to protect vulnerable people and other members of the public from behaviour which is an unreasonable intrusion on a person's privacy or is unreasonably persistent, or places undue pressure on a person to give money or other property. The School operates with an internal fundraising team and did not outsource any of its fundraising activities to external parties during the financial year. The School had no fundraising activities requiring disclosure under S162A of the Charities Act 2011.

The School's Privacy Policy, published on our website, clearly states what personal data the School will hold in relation to supporters and how this data will be used. The School's Fundraising Complaints Procedure, published on our website, outlines how to make a complaint about our fundraising activities. The School has received no complaints about its fundraising activities either during the financial year or subsequently.

PLANS FOR FUTURE PERIODS

The Governors and Leadership Team have identified a number of areas to develop within the School to maintain its reputation as a world leader in music education, providing the highest quality of instrumental training combined with a first-class academic curriculum under one roof. This encompasses continuing to improve the curriculum and standard of education offered to ensure pupils are well-equipped for a changing world and musical landscape; widening access to the School's expertise among the local community and on international fronts, and across an increased age range; improvements to teaching, learning and living facilities for current and future pupils as well as for staff; and ensuring that financial support is available for gifted pupils to attend the School.

To achieve those ends, the School has identified a need for strong international relationships; high-quality, modern facilities for its students, educators and staff; investment in technology for teaching, learning, and business; and a diverse range of income and funding sources, capitalising on current assets and international brand reputation. These strategic goals will be phased over the next 3 – 5 years. The leadership team has engaged all members of the School community (pupils, parents, staff and alumni) and also key external stakeholders, in an extensive and comprehensive consultation programme, which has fed into detailed plans for the School's strategic review.

In August 2019, the School announced the setting up of its first international music School, contributing The Yehudi Menuhin School name and expertise in setting up and running a specialist music School within a holistic academic environment.

Over a 3-year period the School worked with the Qingdao Urban Construction Group to bring its unique model for music education to the Far East. The Menuhin School Qingdao opened on 3 September 2022, and the School seeks to ensure that Yehudi Menuhin's vision and ethos runs through every area of the new institution. As the new School grows there will be opportunities for teacher and pupil exchange, which will benefit both current and future pupils, and UK staff will visit regularly to carry out inspections to make certain that the new School is adhering to the ideals of its British parent School.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

INCOME AND EXPENDITURE

The School benefited from donations and legacy income in year amounting to £994,281, a decrease from £2,806,628 in 2021-22. The School received £377,024 of legacies in the year, £362,462 of which were restricted to bursaries. The deficit for the year before net losses on investments was £574,134 (2021-22: surplus- £1,341,963).

The total income decreased by 21% (2021-22: 35% increase) to £5,103,654 (2021-22: £6,437,102) as a result of the decrease in donations and legacies. The Governors are grateful for the £61,943 from trading activities in YMS Enterprises Limited (2021-22: £59,556), and the £307,125 from activities in YMS China Limited that is paid to The Yehudi Menuhin School Limited in the form of a Gift Aid donation (2021-22: £201,712). Total expenditure increased by 11% (2020-21: 11% increase) to £5,677,788 (2021-22: £5,095,139).

Total balance sheet funds of £24,987,142 are described in detail in note 18 to the accounts. The majority of these funds are for the buildings of the School itself, the instruments that are required for teaching and learning and the bursary funds to support pupils to attend the School. Endowment funds amounting to £7,692,759 are capital in nature and the income is used both for core expenditure and to fund bursaries. A further £2,559,674 are restricted funds which can only be used for the specific purposes determined by the donors. Of this amount £2,458,456 is for the purposes of providing bursaries to support pupils who would otherwise be unable to attend the School.

FIXED ASSETS - INVESTMENTS

The investments are governed by the Articles which permit the funds to be invested in any security, other investment or property situated anywhere in the world. The Governors have delegated the management of the investments to Sarasin & Partners LLP.

The aim of the Governors is to maintain real capital growth while producing an income of 3% per annum or more from a portfolio of investments, both equities and fixed interest securities, property fund and cash deposits.

At year end the School held investments valued at £8,853,579 (2022 £8,968,222). The fund valuation includes an unrealised loss in the year of £66,305 (2022 £741,836 unrealised loss).

PENSIONS

The School employees are members of one of two pension schemes: The Teachers' Pension Scheme and The People's Pension.

RESERVES POLICY AND GOING CONCERN

The School holds £2,083,724 in Permanent Endowments and £5,609,035 in Expendable Endowments. The Governors are required to hold the capital in the permanent endowment and therefore are unable to convert it to income. However, income from the fund is included in Restricted Funds (Note 18) and used for bursaries. Governors have the authority to convert the expendable endowment into income to support School activities. The income arising from this fund is included in the General Reserve. Details can be found in Note 18 to the accounts.

The Restricted Fund amounts to £2,559,674 (2021-22: £2,578,526) Details are in Note 18 to these Accounts.

In line with Charity Commission guidance that a Charity should maintain adequate reserves to ensure its ability to deliver its charitable objectives, the School holds unrestricted reserves for a number of purposes which are set out in Note 18 to the financial statements. Unrestricted reserves are those funds available to provide adequate working capital for the School to ensure it can meet its operational expenditure obligations as they fall due.

The School's General Reserve Policy is to aim to hold approximately four months' expenditure excluding depreciation, which amounts to an estimate of £1.7 million as free reserves in a cash or liquid form. The General Reserves fluctuate during the School year and are at their lowest at the School year end, 31 August. At 31 August 2023 the general reserve was £1,475,616 (2021-22: £1,831,474).

PRINCIPAL RISKS AND UNCERTAINTIES

The Governors continue to keep the School's activities under review and monitor performance, with particular regard to any major risks which may arise.

The Governors' Risk Management Sub-Committee oversees the assessment and categorisation of the risks which the School is, or may become, exposed to in order to ensure that there are satisfactory systems established to manage those risks. A review of risks and the risk register is a routine item on the agenda of all Committee and Council meetings in order to ensure that the process is regularly reviewed and updated.

The main risks to the future of the School are the reduction or withdrawal of the funding for the places supported by the Department for Education under the UK Government Music and Dance Scheme (MDS), the change in government policy for independent Schools and the impact to the School of the cost of living crisis and global economic recession. The School keeps the risk of the withdrawal or reduction of MDS funding and government policy under continuing review. To manage these risks, the Governors are regularly updated on the status of the School, its risk management, and related matters.

AUDITORS

Moore Kingston Smith LLP has expressed their willingness to continue as auditors for the next financial year.

GOVERNORS' RESPONSIBILITIES STATEMENT

The Governors (who are also directors of the charitable company for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the Governors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 charitable company and of the profit or loss of the charitable company for that period. In preparing these financial statements, the directors are required to:

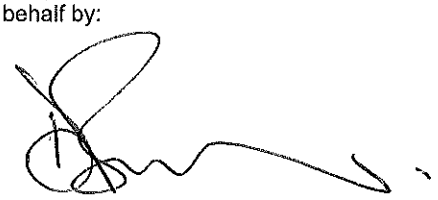
- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Governors 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.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as each person who was a Governor at the date of approving this report is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the Governors individually have taken all the necessary steps that they ought to have taken as Governors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Council of Governors at its meeting on 27 November 2023 and signed on its behalf by:



David Buckley
Chairman of Governors

Opinion

We have audited the financial statements of The Yehudi Menuhin School Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 August 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Parent Charitable Company Balance Sheets, the Consolidated Cash Flow Statement and notes to the financial statements, including 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 the parent charitable company's affairs as at 31 August 2023 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 Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained in the annual report. 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.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in [the strategic report or] the trustees' annual report.

We have nothing to report in respect of the following matters where the 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's 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: or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a Strategic Report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, 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 and 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 parent charitable company or to cease operations, or have no realistic alternative but to do so.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group and parent charitable company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.

- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.

- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.

- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

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 the 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.

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 which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Moore Kingston Smith LLP.

19 December 2023

Jonathan Aikens (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

6th Floor
9 Appold Street
London
EC2A 2AP

The Yehudi Menuhin School Limited

STATEMENT OF FINANCIAL ACTIVITIES
(including the income and expenditure statement)
for the year ended 31 August 2023

	Notes	Unrestricted funds £	Restricted funds £	Endowment fund £	**Total 2023 £**	Total 2022 £
INCOME FROM:						
Charitable Activities						
School fees	3	3,117,674	-	-	**3,117,674**	2,848,665
Other trading activities						
Other trading income	4	689,909	-	-	**689,909**	555,101
Investments						
Investment Income	5	219,550	82,240	-	**301,790**	226,708
Voluntary sources						
Grants and donations	6	116,445	877,836	-	**994,281**	2,806,628
Total income and endowments		4,143,578	960,076	-	**5,103,654**	6,437,102
EXPENDITURE ON:						
Costs of raising funds	7					
Fundraising and development		20 - 199,054	-	-	**199,054**	216,315
Other trading costs		380,212	-	-	**380,212**	350,581
Other expenditure		17,316	-	-	**17,316**	8,568
Charitable activities	7					
Education		4,836,820	196,085	48,301	**5,081,206**	4,519,675
Total expenditure	7	5,433,402	196,085	48,301	**5,677,788**	5,095,139
Net operating (expenditure)/ income		(1,289,824)	763,991	(48,301)	**(574,134)**	1,341,963
Net losses on investments	13	(47)	-	(66,258)	**(66,305)**	(741,836)
Net (expenditure)/ Income		(1,289,871)	763,991	(114,559)	**(640,439)**	600,127
Transfer between funds	18	782,843	(782,843)	-	**-**	-
Net movement in funds		(507,028)	(18,852)	(114,559)	**(640,439)**	600,127
Fund balances brought forward		15,241,737	2,578,526	7,807,318	**25,627,581**	25,027,454
Fund balances carried forward	19, 20	14,734,709	2,559,674	7,692,759	**24,987,142**	25,627,581

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

The Yehudi Menuhin School Limited

BALANCE SHEET
as at 31 August 2023

	Notes	**2023 Group £**	2022 Group £	**2023 School £**	2022 School £
FIXED ASSETS					
Tangible assets	12	**13,192,302**	13,339,719	**13,192,302**	13,339,719
Investments	13	**8,853,579**	8,968,222	**8,853,579**	8,968,222
		22,045,881	22,307,941	**22,045,881**	22,307,941
CURRENT ASSETS					
Stocks	14	**3,916**	3,778	**3,916**	3,778
Debtors	15	**314,338**	1,607,686	**568,782**	1,973,879
Cash at bank and in hand		**3,560,397**	2,692,697	**3,282,053**	2,304,830
		3,878,651	4,304,161	**3,854,751**	4,282,487
CREDITORS: Amounts falling due within one year	16	**(745,723)**	(692,854)	**(721,823)**	(671,180)
NET CURRENT ASSETS/(LIABILITIES)		**3,132,928**	3,611,307	**3,132,928**	3,611,307
TOTAL ASSETS LESS CURRENT LIABILITIES		**25,178,809**	25,919,248	**25,178,809**	25,919,248
CREDITORS: Amounts falling due after more than one year	17	**(191,667)**	(291,667)	**(191,667)**	(291,667)
NET ASSETS		**24,987,142**	25,627,581	**24,987,142**	25,627,581
FUNDS					
Restricted funds	18	**2,559,674**	2,578,526	**2,559,674**	2,578,526
Unrestricted funds – general	18	**1,475,616**	1,831,474	**1,475,616**	1,831,474
Unrestricted funds – designated	18	**66,791**	70,544	**66,791**	70,544
Fixed asset fund	18	**13,192,302**	13,339,719	**13,192,302**	13,339,719
Endowment fund	18	**7,692,759**	7,807,318	**7,692,759**	7,807,318
		24,987,142	25,627,581	**24,987,142**	25,627,581

The School has taken the exemption under Companies Act 2006 s.408 to omit its profit and loss account from the statutory group accounts. The Total Income for The School during the year ended 31 August 2023 was £4,931,217 (2022: £6,287,977) and Net Deficit during the year ended 31 August 2023 was £(640,439) (2022: net Surplus £600,127).

Approved and authorised for issue by the Board of Governors on 27 November 2023 and signed on their behalf by:

David Buckley
Chairman of the Board of Governors

The accompanying notes form part of these financial statements.
Company Number: 00818389

The Yehudi Menuhin School Limited

CASHFLOW STATEMENT

for the year ended 31 August 2023

	Notes	**2023**	2022
		£	£
Net cash inflow from operating activities	23	**986,745**	546,645
Cash flows from investing activities:			
Bank interest received		**301,790**	226,708
Payments to acquire fixed assets		**(329,980)**	(240,125)
Payments to acquire investments		**-**	(10,000)
Net cash outflow from investing activities		**(28,190)**	(23,417)
Financing:			
Loans repaid		**(100,000)**	(100,000)
Net cash outflow from financing activities		**(100,000)**	(100,000)
Increase in cash		**858,555**	423,228
Cash and cash equivalents at the beginning of the reporting period		**2,705,626**	2,282,398
Cash and cash equivalents at the end of the reporting period		**3,564,181**	2,705,626
Cash at bank and on hand		**3,560,397**	2,692,697
Investments		**3,784**	12,929
		3,564,181	2,705,626
		-	

1 ACCOUNTING POLICIES

The Yehudi Menuhin School Limited is a charitable company limited by guarantee with registered number 00818389, registered in England and Wales. Its registered office is Millfield, Cobham Road, Stoke D'Abernon, Cobham, Surrey, KT11 3QQ.

1.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The School and its subsidiaries are a public benefit entity for the purposes of FRS 102 and therefore the School also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

These financial statements are prepared on the going concern basis, under the historical cost convention as modified by the revaluation of investments and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Basis of consolidation

The Group comprise The Yehudi Menuhin School Limited, YMS Enterprises and YMS China Limited. The assets, liabilities and results of the wholly owned subsidiary companies, YMS Enterprises and YMS China Limited, are consolidated into these financial statements. Summarised details of the subsidiary companies are set out in Note 25 and 26. All activities as per Consolidated Statement of Financial Activities (SOFA) relate to continuing operations.

1.2 GOING CONCERN

The Governors have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable group as a going concern. The governors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the governors have considered the charitable group's forecasts and projections and have taken account of pressures on fee income and fundraised income in the current economic climate. The governors have concluded that there is a reasonable expectation that the charitable group has adequate resources to continue in operational existence for the foreseeable future.

As such the School can expect to be able to meet its liabilities as they fall due in the period of at least 12 months from the date of approval of these accounts.

On this basis the Governors have concluded that the School is a going concern. The financial statements do not include any adjustments that would result from the group not being able to meet its liabilities as they fall due.

1.3 COMPANY LIMITED BY GUARANTEE

The charitable company is limited by guarantee to the extent of £1 each from the guarantors at the present time, being the Governors of The School.

1.4 FEES RECEIVABLE AND SIMILAR INCOME

Fees receivable comprise tuition fees paid by parents, grants towards fees from the Department for Education through the Music and Dance Scheme and the parental contributions. Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided.

1.5 GOVERNMENT GRANTS RECEIVABLE

Government grants received in respect of pupils' fees and other grants are included within income in the year to which they relate.

1.6 BURSARY FUNDS

The School receives some of its income primarily for the provision of scholarships, bursaries and prizes. These amounts are held within restricted funds.

1.7 DONATIONS AND LEGACIES

Donations are recognised when it is probable funds will be received, amounts can be measured reliably and the group have entitlement to the income.

Donations receivable for the general purpose of the Charity are credited to 'unrestricted funds'. Donations for purposes restricted by the wishes of the donor are taken to 'restricted funds' where these wishes are legally binding on the governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as 'endowments' — permanent or expendable according to the nature of the restriction.
Legacies or gifts of residue are recognised when there is adequate certainty and reliability of receipt and their value can be accurately measured.
Investment income is accounted for when receivable.
Other trading income is accounted for as they become receivable or due.

1.8 EXPENDITURE

Expenditure is classified under the two principal categories of Raising Funds and Charitable Activities rather than the type of expense, in order to provide more useful information to users of the financial statements.

Expenditure on Raising Funds includes the costs incurred in generating voluntary income, for example, donations and legacies. Charitable Activities comprise direct expenditure including direct staff costs attributable to the activity. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with use of the resources. Governance costs include the costs now being apportioned to charitable activities incurred for compliance with constitutional and statutory requirements.

1.9 VALUE ADDED TAX

The School is not registered for Value Added Tax. All expenditure is therefore included under the expense headings to which it relates inclusive of any Value Added Tax.

1.10 TAXATION

The School is a registered Charity and is exempt from taxation on income arising from and expended on its charitable activities.

1.11 FIXED ASSETS AND DEPRECIATION

Freehold buildings are carried in the balance sheet at their cost less depreciation as the Governors consider it is not appropriate to apply a current value to such property. The cost of new buildings is added to fixed assets as it is incurred. Only purchases of assets over £5,000 are included as fixed assets.

String instruments are recognised in the accounts at either their original cost where this information is known, at an estimated valuation in 2002 where they were donated prior to 2002, or at an estimated valuation at the date of donation if this is after 2002.

String instruments are not depreciated as the quality of the instruments held is such that their likely useful life is in excess of 50 years.

Depreciation is provided on the cost or valuation of assets, over the estimated useful life of the assets. The rates of depreciation are as follows:

Assets under construction	- nil
Freehold Buildings	- 2% on cost
Furniture and Equipment	- 25% on cost
Motor Vehicles	- 25% reducing balance
Instruments - Pianos and	- over ten years
IT Software	- over three years
Assets held under finance	- over the term of the lease

Land is not depreciated and freehold buildings are only depreciated once brought into use.

1.12 STOCKS

Stocks are stated at the lower of cost or net realisable value.

1.13 PENSION COSTS

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the School. In accordance with FRS102, therefore, the scheme is accounted for as a defined contribution scheme.

All non-teaching staff are entitled to join a group personal pension scheme. The current scheme for the purpose of auto enrolment is The People's Pension a money purchase scheme.

1.14 INVESTMENTS

Investments are valued in the balance sheet at their mid-market value at the balance sheet date. The SOFA includes realised and unrealised gains and losses arising from the revaluation of the investments in the year.

Investment property is included in the financial statements at fair value, with any surplus or deficit on revaluation included as an unrealised gain or loss.

1.15 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

1.16 FINANCIAL INSTRUMENTS

The School has elected to apply the provisions of Section 11 ‘Basic Financial Instruments’ and Section 12 ‘Other Financial Instruments Issues’ of FRS 102 to all of its financial instruments. Financial instruments are recognised in the School's balance sheet when the School becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.19 EMPLOYEE BENEFITS

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when The School is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.20 FUNDS

Permanent Endowment — These are funds where the Governors are required to hold capital, as represented by the investments, and are not entitled to spend it. Income arising from these funds is included within restricted funds in accordance with the donors' wishes.

Expendable Endowment — These are capital funds where the Governors are entitled to disburse the capital as well as income arising from the invested funds.

Restricted — these are monies which have legal restrictions on their use where donors have specified the funds can only be spent on certain of the School's activities.

Unrestricted — General funds are available for use at the discretion of the Governors in furtherance of the School's general objectives. Designated funds are set aside out of general funds by the Governors, for particular purposes.

2 CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimate are considered by the Governors to have the most significant effect on amounts recognised in the financial statements.

i. Instrument valuation

String instruments are included in the accounts at original cost or an estimated value if donated prior to 2002 or an estimated value at date of donation after 2002. The values are sensitive to the condition of the instrument and external market factors.

ii. Depreciation

The annual depreciation charge for property, plant and equipment is sensitive to change in useful economic life and residual values of assets. These are reassessed annually.

iii. Valuation of investments

The value of investments reflects the movement of the stock and other markets and can therefore decrease as well as increase. The value of the investment property is dependent on factors affecting house prices in the United Kingdom and local market fluctuations.

3 FEE INCOME

The School's activities are carried out within the UK.	**2023**	2022
The school's fee income comprised:	**£**	£
Gross fees	**3,909,409**	3,571,495
Less: Scholarships and bursaries	**(791,735)**	(722,830)
	3,117,674	2,848,665

4 OTHER TRADING INCOME

	2023	2022
	£	£
Trading income - Unrestricted funds	**689,909**	555,101
	689,909	555,101

5 INVESTMENT INCOME

	2023	2022
	£	£
Unrestricted funds		
Interest receivable	**57,510**	191
Dividend income	**162,040**	155,978
Restricted funds		
Interest receivable	**-**	-
Dividend income	**82,240**	70,539
	301,790	226,708

6 DONATIONS AND GRANTS

	2023	2022
	£	£
Unrestricted funds	**116,445**	784,037
Restricted funds	**877,836**	2,012,591
Endowed funds	**-**	10,000
	994,281	**2,806,628**

7 EXPENDITURE

Year ended 31 August 2023	Staff costs (note 8)	Other	Depreciation	**Total 2023**
	£	£	£	**£**
Costs of raising funds				
Direct fundraising costs	192,070	6,984	-	**199,054**
Direct trading expenditure costs	227,868	152,344	-	**380,212**
Other expenditure	-	17,316	-	**17,316**
	419,938	**176,644**	**-**	**596,582**
Charitable expenditure				
Teaching	1,924,088	102,352	81,876	**2,108,316**
Welfare	367,151	281,425	-	**648,576**
Premises and Estates	199,579	600,931	395,520	**1,196,030**
Administration	496,974	600,842	-	**1,097,816**
Governance	-	30,468	-	**30,468**
	2,987,792	**1,616,018**	**477,396**	**5,081,206**
Total Expenditure	**3,407,730**	**1,792,662**	**477,396**	**5,677,788**

Year ended 31 August 2022	Staff costs	Other	Depreciation	Total 2022
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	200,282	16,033	-	216,315
Direct trading expenditure costs	209,708	140,873	-	350,581
Other expenditure	-	8,568	-	8,568
	409,990	165,474	-	575,464
Charitable expenditure				
Teaching	1,833,776	102,983	82,331	2,019,090
Welfare and Catering	323,029	173,709	-	496,738
Premises	191,090	553,775	439,057	1,183,922
Administration	408,068	373,326	-	781,394
Governance	-	38,531	-	38,531
	2,755,963	1,242,324	521,388	4,519,675
Total expenditure	**3,165,953**	**1,407,798**	**521,388**	**5,095,139**

7 EXPENDITURE (CONTINUED)

Other Governance Costs include:	**2023**	2022
	£	£
Auditors' remuneration		
- Audit Fees	**32,226**	28,680
- Accountancy Fees	**7,614**	7,182
- (over) /under provision from previous year	**(816)**	742
- Other fees	**4,236**	5,238

8 STAFF COSTS

	2023	2022
	£	£
Wages and salaries	**2,460,882**	2,236,785
Social security costs	**244,521**	224,678
Other pension costs	**333,392**	352,327
Other staff costs	**368,935**	352,163
	3,407,730	3,165,953

The average monthly number of employees during the year was as follows:	**2023**	2022
	No.	No.
Teaching	**34**	30
Non-teaching	**46**	43
	80	73

The number of employees whose emoluments amounted to over £60,000 in the year was as follows:	**2023**	2022
	No.	No.
£60,000 - £70,000	**1**	1
£70,001 - £80,000	**1**	1
£80,001 - £90,000	**1**	2
£100,001 - £110,000	**1**	1

Pension contributions for the year amounted to £58,811 (2022: £81,823) for the above employees.

Key management personnel include the Governors (who are not remunerated) and the Leadership team. The total remuneration including pension contributions, employer's National Insurance and benefits received by key management personnel were £661,007 (2022: £676,439).

9 GOVERNORS REMUNERATION AND BENEFITS

There was no Governors' remuneration for the year ended 31 August 2023 nor for the year period 31 August 2022.
No governor (2022: none) was reimbursed expenses in the year (2022: £nil).

Trustees Indemnity Insurance cost £140 (2022: £140). Donations were also received from 11 Governors during the year totalling £17,115 (2022: £37,721 from 10 Governors).

10 PENSIONS

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £209,330 (2022: £273,519) and at the year end £nil (2022: £nil) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by The Teachers' Pensions Regulations 2010 (as amended) and The Teachers' Pension Scheme Regulations 2014 (as amended). 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 government announced on 4 February 2021 that it intends to proceed with a deferred choice underpin under which members will be able to choose either legacy or reformed scheme benefits in respect of their service during the period between 1 April 2015 and 31 March 2022 at the point they become payable.

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. The pause was lifted in July 2020, and a consultation was launched on 24 June on proposed changes to the cost control mechanism following a review by the Government Actuary. Following a public consultation, the Government have accepted three key proposals recommended by the Government Actuary, and are aiming to implement these changes in time for the 2020 valuations.

The 2016 cost control valuations have since been completed in January 2022, and the results indicated that there would be no changes to benefits or member contributions required. The results of the cost cap valuation are not used to set the employer contribution rate, and HM Treasury has confirmed that any changes to the employer contribution rate resulting from the 2020 valuations will take effect in April 2024.

Until the 2020 valuation is completed 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.

11 NET INCOME FOR THE YEAR

	2023	2022
	£	£
Net income is stated after charging:		
Depreciation of tangible fixed assets	**477,396**	521,388
Operating lease payments	**11,560**	11,560

12 TANGIBLE FIXED ASSETS

	Assets under Construction	Freehold Property	Musical Instruments	Fixtures & Fittings	Furniture and Academic Equipment	Motor Vehicles	**Total**
	£	£	£	£	£	£	**£**
Cost:							
At 1 September 2022	46,188	15,835,263	2,104,068	378,848	774,443	6,100	**19,144,910**
Additions	79,570	93,010	17,000	74,252	66,148	-	**329,980**
Transfers	(46,188)	46,188	-	-	-	-	**-**
At 31 August 2023	79,570	15,974,461	2,121,068	453,100	840,591	6,100	**19,474,890**
Depreciation:							
At 1 September 2022	-	4,037,284	777,323	316,454	668,031	6,100	**5,805,192**
Charge for year	-	314,280	81,876	24,552	56,688	-	**477,396**
At 31 August 2023	-	4,351,564	859,199	341,006	724,719	6,100	**6,282,588**
Net book value:							
At 31 August 2023	79,570	11,622,897	1,261,869	112,094	115,872	-	**13,192,302**
At 1 September 2022	46,189	11,797,979	1,326,745	62,394	106,412	-	**13,339,719**

13 INVESTMENTS

	Investment Property	Listed Investments	**2023**	2022
	£	£	**£**	£
Cost/valuation At 1 September 2022	422,854	8,545,368	8,968,222	9,767,490
Additions	-	-	-	10,000
Investment management expenses	-	(48,338)	(48,338)	(67,432)
Gains/(Losses) arising from movements in valuations	-	(66,305)	(66,305)	(741,836)
Cost/valuation At 31 August 2023	**422,854**	**8,430,725**	**8,853,579**	8,968,222
Historic cost at 31 August 2023	-	5,635,356	5,635,356	5,587,666
UK equities	-	8,426,941	8,426,941	8,532,439
Property	422,854	-	422,854	422,854
Cash	-	3,784	3,784	12,929
	422,854	8,430,725	8,853,579	8,968,222

Investment properties were valued as at 31 August 2023 on the basis of market value. This is the Governors' best estimate of the market value.

14 STOCK

	2023	2022
	£	£
General Stock	**3,916**	3,778
	3,916	3,778

15 DEBTORS

	2023 Group	2022 Group	**2023 School**	2022 School
	£	£	**£**	£
Fees and extras	**118,892**	81,332	**94,648**	51,696
Less provision for doubtful debts	**-**	(17,188)	**-**	(14,750)
Prepayments and accrued income	**195,446**	1,543,598	**195,447**	1,543,542
Amount due from group undertaking	**-**	-	**278,687**	393,391
	314,338	1,607,742	**568,782**	1,973,879

Included in prepayments and accrued income is £30k of accrued legacies (2022: £1,430k). In addition to legacies received and accrued in the year, the charity is a residual beneficiary of a legacy. The estimated value is in the region of £700k. This has not been included in the Financial Statements as it cannot be measured reliably.

16 CREDITORS

Amounts falling due within one year:

	2023 Group £	2022 Group £	**2023 School £**	2022 School £
Loans	**100,000**	100,000	**100,000**	100,000
Trade creditors	**129,497**	96,140	**129,497**	96,140
Taxation and social security costs	**1,877**	57,303	**1,877**	57,303
Fee Deposits	**70,977**	60,286	**70,977**	60,286
Deferred income and Fees in advance	**224,927**	220,042	**224,927**	219,392
Other creditors	**16,400**	11,233	**11,014**	11,234
Accruals	**202,045**	147,850	**183,531**	126,825
	745,723	692,854	**721,823**	671,180

Deferred income:

	2023 £	2022 £
Brought forwards	**219,392**	146,691
Released in year	**(219,392)**	(146,691)
Deferred fee income for Autumn Term	**224,927**	219,392
Carried forward	**224,927**	219,392

17 CREDITORS DUE AFTER ONE YEAR

	2023 School & Group £	2022 School & Group £
Amounts falling due after more than one year:		
Bank loan	**191,667**	291,667
	191,667	291,667

	2023 £	2022 £
Movement on bank loan:		
In one year or less	100,000	100,000
Between one and two years	100,000	100,000
Between two and five years	91,667	191,667
After five years		
	291,667	391,667

The bank loan provided by the Charity by Lloyds Bank Plc is secured by first legal charge over the freehold land & building at Milfield Lodge. The loan is a CBIL for £500,000 with a six year term with an interest rate of 1.31% plus base rate which was paid by the government in the first year.

18 STATEMENT OF FUNDS

Year ended 31 August 2023	At 1 September 2022	Income	Expenditure	Transfer Between Funds	Gains/ (losses)	At 31 August 2023
	£	£	£	£	£	£
Unrestricted funds:						
General reserve	1,831,474	4,143,405	(4,956,006)	456,790	(47)	1,475,616
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	65,994	173	-	(3,926)	-	62,241
Total designated	70,544	173	-	(3,926)	-	66,791
Fixed Asset Funds	13,339,719	-	(477,396)	329,979	-	13,192,302
Restricted funds:						
Bursary Funds	2,488,967	744,006	-	(774,517)	-	2,458,456
Other Restricted Funds	89,559	216,070	(196,085)	(8,326)	-	101,218
Total restricted	2,578,526	960,076	(196,085)	(782,843)	-	2,559,674
Endowment funds:						
Permanent Endowments	2,122,319	-	(16,273)	-	(22,322)	2,083,724
Expendable Endowments	5,684,999	-	(32,028)	-	(43,936)	5,609,035
Total endowment	7,807,318	-	(48,301)	-	(66,258)	7,692,759
Total funds	**25,627,581**	**5,103,654**	**(5,677,788)**	**-**	**(66,305)**	**24,987,142**

Year ended 31 August 2022	At 1 September 2021	Income	Expenditure	Transfer Between Funds	Gains/ (losses)	At 31 August 2022
	£	£	£	£	£	£
Unrestricted funds:						
General reserve	1,401,015	4,343,972	(4,325,692)	412,704	(525)	1,831,474
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	53,374	-	-	12,620	-	65,994
Total other designated funds	57,924	-	-	12,620	-	70,544
Fixed Asset Funds	13,620,983	-	(521,388)	240,124	-	13,339,719
Restricted funds:						
Bursary Funds	1,256,950	1,894,865	-	(662,848)	-	2,488,967
Other Restricted Funds	101,372	188,265	(197,478)	(2,600)	-	89,559
Total restricted	1,358,322	2,083,130	(197,478)	(665,448)	-	2,578,526
Endowment funds:						
Permanent Endowments	2,378,759	10,000	(17,013)	-	(249,427)	2,122,319
Expendable Endowments	6,210,451	-	(33,568)	-	(491,884)	5,684,999
Total endowment	8,589,210	10,000	(50,581)	-	(741,311)	7,807,318
Total funds	25,027,454	6,437,102	(5,095,139)	-	(741,836)	25,627,581

18 STATEMENT OF FUNDS (CONTINUED)

Designated Funds:
Wallace Curson: These funds are usually given to students in their final year when they leave the School.
Designated Bursary Fund: This represents legacy income received in previous years. This is to be used for bursaries as and when the need arises.

Fixed asset Funds:
The fixed asset funds represents money held in tangible fixed assets used by the School.

Restricted Funds:
Restricted Bursary Funds: These funds arise from legacies, grants and donations made for the specific purpose of providing bursaries to students: the recipients and amounts of bursaries are determined by the Head and Governors.
Other Restricted Funds: These funds arise from grants and donations made for specific purposes other than bursaries.

Transfer of Funds:
The transfer of funds from restricted Bursary Funds to the unrestricted General Reserve represents the bursaries provided to the students in the year. Transfer of funds from other restricted funds to unrestricted general reserve represent the transfer of assets as the money has been used for the purpose for which it was given.

Endowment Funds:
Permanent Endowment Funds are those where Governors are required to hold the capital and are not entitled to convert it to income. Income arising from these funds is included within restricted funds and is spent in line with the wishes of the donor.
Expendable Endowment Funds are those where the Governors have the power to convert the fund or part thereof to income.

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Year ended 31 August 2023	Unrestricted funds £	Restricted funds £	Permanent Endowment £	Expendable Endowment £	**2023 Total £**
Tangible fixed assets	13,192,302	-	-	-	**13,192,302**
Investments	535,857	624,963	2,083,724	5,609,035	**8,853,579**
Current assets	1,943,940	1,934,711	-	-	**3,878,651**
Current liabilities	(745,723)	-	-	-	**(745,723)**
Long term liabilities	(191,667)	-	-	-	**(191,667)**
Total net assets	14,734,709	2,559,674	2,083,724	5,609,035	**24,987,142**

Year ended 31 August 2022	Unrestricted funds £	Restricted funds £	Permanent Endowment £	Expendable Endowment £	2022 Total £
Tangible fixed assets	13,339,719	-	-	-	13,339,719
Investments	535,941	624,963	2,122,319	5,684,999	8,968,222
Net current assets	1,657,744	1,953,563	-	-	3,611,307
Long term liabilities	(291,667)	-	-	-	(291,667)
Total net assets	15,241,737	2,578,526	2,122,319	5,684,999	25,627,581

20 COMMITMENTS UNDER OPERATING LEASES
At 31 August 2023, the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall

	2023 £	2022 £
Due within one year	11,822	11,560
Due between two to five years	29,591	23,893
	41,413	35,453

21 RELATED PARTIES

During the year, YMS Enterprises had transactions totalling £106,779 (2022: £100,494) with the School. At 31 August 2023, £78,874 (2022: £160,051) was owed by YMS Enterprises. During the year, YMS China Limited had transactions totalling £61,060 (2022: £170,084) with the School. At 31 August 2023, £199,813 (2022: £233,340) was owed by YMS China Limited.

22 CAPITAL COMMITMENTS

Capital expenditure contracted at 31 August 2023 amounted to £nil (2022: £70,876).

23 NOTES TO THE CASHFLOW STATEMENT

Reconciliation of operating result to net cash inflow from operating activities:	**2023** **£**	2022 £
Net movement in funds	**(640,439)**	600,127
(Gains)/loss on investments	**66,305**	741,836
Depreciation	**477,396**	521,388
Dividends and interest received	**(301,790)**	(226,708)
Investment management fees	**39,194**	-
Increase/(Decrease) in creditors	**52,869**	162,197
(Increase)/Decrease in debtors	**1,293,348**	(1,250,926)
Decrease/(Increase) in stocks	**(138)**	(1,269)
	986,745	546,645

	At 1 September 2022	**Cashflows**	**Other non-cash changes**	**At 31 August 2023**
	£	**£**	**£**	**£**
Cash and cash equivalents				
Cash - in hand	2,692,697	867,700	-	3,560,397
- investments	12,929	(9,145)	-	3,784
	2,705,626	858,555	-	3,564,181
Borrowings				
Debt due within one year	(100,000)	100,000	(100,000)	(100,000)
Debt due after one year	(291,667)		100,000	(191,667)
	(391,667)	100,000	-	(291,667)
Total	2,313,959	958,555	-	3,272,514

24 SUBSIDIARY UNDERTAKINGS

YMS ENTERPRISES

YMS Enterprises (company registration number 06775727; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly-owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 17 December 2008. The principal activities of the company are to offer public and private concerts, summer schools and associated services and general merchandising. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS Enterprises for the year to 31 August 2023 showed the following position:

	At 31 August 2023	At 1 September 2022
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	81,641	154,279
Debtors	15,494	20,948
Creditors: amounts falling due within one year	(97,135)	(175,227)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	200,695	186,385
Operating costs	(98,484)	(89,678)
GROSS PROFIT	102,211	96,707
Administrative expenses	(40,268)	(37,151)
Profit in year	61,943	59,556
Retained profit brought forward	-	-
Amount distributed to YMS under Gift Aid	(61,943)	(59,556)
RETAINED PROFIT	-	-

25 SUBSIDIARY UNDERTAKINGS (CONTINUED)

YMS CHINA

YMS China Limited (company registration number 11712861; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly-owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 5 December 2018. The principal activity of the company is to offer cultural education on the ethos and methodology principles of Yehudi Menuhin in running educational establishments. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS China Limited for the year to 31 August 2023 showed the following position:

	At 31 August 2023	At 1 September 2022
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	196,703	233,588
Debtors	8,750	6,250
Creditors: amounts falling due within one year	(205,453)	(239,838)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	372,179	256,250
Operating costs	-	-
GROSS PROFIT	372,179.00	256,250
Administrative expenses	(65,054.00)	(54,538)
Profit in year	307,125.00	201,712
Retained (loss) brought forward	-	-
Amount distributed to YMS under Gift Aid	(307,125)	(201,712)
RETAINED PROFIT/(LOSS)	-	-

YEHUDI MENUHIN SCHOOL LIMITED

England & Wales - Charity number 312010

Accounts

The Yehudi Menuhin School Limited

(A Company Limited by Guarantee)

Incorporated in England and Wales No. 00818389
Registered Charity No. 312010

GOVERNORS' REPORT AND FINANCIAL STATEMENTS

For the year ended

31 August 2022

The Yehudi Menuhin School Limited

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for the year ended 31 August 2022

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The Yehudi Menuhin School Limited

REPORT OF THE GOVERNORS
for the year ended 31 August 2022

GOVERNORS AND DIRECTORS

Current Governors of the School who are Trustees of the Charity and Directors of the Company and who served during the year (except as noted) are:

* David Buckley (Chairman)
* Geoffrey Richards (Vice Chairman)
  Dominic Benthall
* Lord Blackwell
* Andrew Butcher (appointed 17 August 2022)
  Kate Costeloe
  Hilary Cowan (appointed 30 November 2021)
* Jonathan Deakin (resigned 30 November 2021)
* John Everett
* Andrew Hunter Johnston
* John Pagella
  Alice Phillips
  Vanessa Richards
* Benedict Vanderspar (appointed 30 August 2022)
  Veronica Wadley (resigned 30 November 2021)
  Jonathan Willcocks

* Members of the Finance and General Purposes Committee

Governors serve for a term of four years and may be re-elected for a further two terms.

REGISTERED OFFICE	Millfield Cobham Road Stoke D'Abernon Cobham Surrey KT11 3QQ 01932 584795 admin@menuhinschool.co.uk www.menuhinschool.co.uk
COMPANY NUMBER	00818389
CHARITY NUMBER	312010
PRESIDENT	Daniel Barenboim KBE
CO-PRESIDENT	Tasmin Little OBE
VICE PRESIDENTS	Barbara R D Fisher OBE The Hon. Mrs Zamira Menuhin Benthall
GOVERNORS EMERITUS	Daniel Hodson Anne Simor
MUSICAL PATRONS	Steven Isserlis CBE Robert Levin Sir András Schiff

HEAD	Benjamin Gudgeon
DIRECTOR OF MUSIC	Ashley Wass
DIRECTOR OF STUDIES	David Bruce
DEVELOPMENT DIRECTOR	Alix de Mauny
FINANCE DIRECTOR	Shelley Twitchin MMus PGDip FCCA
AUDITORS	Moore Kingston Smith LLP 6th Floor 9 Appold Street London EC2A 2AP
BANKERS	Lloyds Bank plc 39 Threadneedle Street London EC2R 8AU
INSURANCE BROKERS	Marsh Capital House 1-5 Perrymount Road Haywards Heath West Sussex RH16 3SY Aston Lark Limited Ibex House 42-47 Minories London EC3N 1DY
INVESTMENT MANAGERS	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

GOVERNORS' REPORT (INCORPORATING A STRATEGIC REPORT)

The Governors present their annual report and financial statements for the year ended 31 August 2022.

The Governors of the School who are also Trustees of the Charity and Directors of the company have pleasure in presenting their strategic report and financial statements for the year ended 31 August 2022. The financial statements comply with current statutory requirements, the Articles of Association and the 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 (the FRS 102 Charities SORP).

REFERENCE AND ADMINISTRATIVE INFORMATION

The Yehudi Menuhin School was originally founded in 1963 by celebrated violinist Yehudi Menuhin as a charitable trust. The Yehudi Menuhin School Ltd, a company limited by guarantee (company number 00818389) and a registered charity (charity number 312010) was incorporated in September 1964. The liability of its Members in the event of the Company being wound up is limited to a sum of £1 each. The School is governed by its Articles of Association, updated in 2015.

GROUP STRUCTURE AND RELATIONSHIPS

The accounts include the results of The Friends of The Yehudi Menuhin School (registered charity number 312010-2). It raised funds from its members to donate to the school, and is governed by its Board.

A wholly owned non-charitable subsidiary, YMS Enterprises Limited, was established and incorporated on 17 December 2008 as a company limited by guarantee (company number 06775727). The company oversees the School's trading activities, and is governed by its Board. A further non-charitable subsidiary, YMS China Limited was established in December 2018 to promote the principles and ethos of The Yehudi Menuhin School in China by providing advisory services and granting rights subject to conditions. It advises the School's activities in China, and is governed by its Board.

The subsidiaries results are consolidated with the School's financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING BODY

Responsibility for the overall management and organisation of the School rests with the Governors, who meet at least on a termly basis. They are supported in carrying out their responsibilities by several committees and sub-committees. The Development Committee and the Finance and General Purposes (F&GP) Committee meet a few weeks before each of the termly meetings of the Council of Governors. The F&GP Committee is supported by sub-committees responsible for the overview of Risk Management, Investments, Audit and Remuneration. The Education Committee meets twice yearly, and a Nominations Committee meets to oversee the selection and appointment of new Governors when required.

The task of running the School on a day-to-day basis is the responsibility of the Head and he is fully supported by the members of the Leadership Team.

Remuneration of the Leadership Team is set according to market rates, the level of skills and experience required to deliver the roles, and affordability. The Remuneration Committee reviews the salaries for the Leadership Team and Head.

RECRUITMENT AND TRAINING OF GOVERNORS

Governors are appointed at Council Meetings or by written resolution on the basis of advice from the Nominations Committee. A skills register of all Governors is maintained and regularly reviewed to ensure that the Council has the necessary breadth, scope and expertise to support the School. New Governors are provided with induction material, and all Governors are informed of relevant training courses offered by various professional bodies (AGBIS, ISBA etc.) and encouraged to attend.

LEADERSHIP

Melanie Bloor-Black took over as Director of Pastoral Care and Designated Safeguarding Lead in September 2021. The Leadership Team has been extended by the creation of a new role: Head of Boarding, which was taken on by Robin Harskin.

OBJECTS, AIMS, OBJECTIVES AND ACTIVITIES

PRINCIPAL ACTIVITY

The School provides a specialist education to boys and girls aged 8 to 19 years with a specific and exceptional talent for music and facility on a stringed instrument (principal study: violin, viola, cello, double bass, guitar) or piano. The School accepts both boarding and day pupils, although the majority of pupils are boarders. Selection for a place at the School is based on musical potential and fit with the School's ethos and educational model, as assessed during the School's rigorous audition process. The School aims to offer places regardless of the financial circumstances of the applicant. It is inevitable that the provision of world-class education and training in music is costly given the high teacher: pupil ratio, with many lessons being one to one or even with two teachers working with one pupil. The Governors recognise the great efforts made by many parents in meeting these costs and the vital importance of funding by the UK Government's Music and Dance Scheme and donors to the School.

PUBLIC BENEFIT

The Governors confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the general and sub-sector guidance issued by the Charity Commission on public benefit. The charitable purpose of the School within the meaning of the Act is enshrined within its Objects, as stated below.

The Governors ensure that this charitable purpose is carried out for the public benefit by working to make sure wherever possible that such specialist education and training is available to many of those who are sufficiently talented and would benefit from the activities of the School, irrespective of financial circumstances. In shaping the objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

Public benefit is not just provided to the pupils at the School. The section in this Report headed 'Community engagement and outreach' summarises many other projects and events carried out within the local community, nationally and internationally, in accordance with the Objects of the School, e.g. opportunities for children to learn and perform music, pupils' concerts at care and nursing homes, assistance to local music teachers and opportunities for amateur musicians of all ages to perform in the School's Menuhin Hall.

CHARITABLE OBJECTS

The Objects of the charity are to provide and advance a general and specialised education and training of the highest order in music and the performing arts by means of a boarding and day school in the United Kingdom, where children from any part of the world with exceptional musical talent may be educated. The Objects include generally fostering music and the arts and general education of children by the provision of courses at the School throughout the year.

OBJECTIVES

The School's objectives for 2021-2022 were:

- To provide a world-class musical education
- To provide a solid all-round academic, artistic, physical and moral education
- To provide an environment where each pupil can develop musically, academically and socially, so that they are confident and able to follow their chosen path when they leave school
- To encourage pupils to contribute to school life and to the wider community, through volunteering and outreach
- To provide first-class staff

- To provide excellent facilities for music and general education and for pupils' pastoral care and welfare
- To provide access to the school to talented pupils through the Department for Education's Music and Dance Scheme, which covers school fees on a means-tested basis
- To provide bursaries to support those unable to pay the full fees who are ineligible for MDS funding or for whom no place is available due to the overall limit on MDS places
- To provide additional financial support through the school's Student Hardship Fund, on a means-tested basis, to allow pupils to take advantage of additional opportunities such as masterclasses, summer courses and competitions
- To raise funds through philanthropic donations and sponsorship and from activities undertaken by the school's trading subsidiary, YMS Enterprises Limited, in support of our charitable objects
- To invest in the long-term future of the school.

The School's achievement of its objectives is evidenced by pupil performance and learning outcomes. The School's commitment to access for talented pupils of all backgrounds is evidenced by consistent, ongoing, means-tested financial support to 90% of pupils via MDS or school bursaries. The School's financial performance is evidenced by performance against budget, as well as percentage increases and decreases in both revenues and costs. These measures are shown in the Financial Review section of this report.

ACHIEVEMENTS AND PERFORMANCE

'A first-class all-round education, with music at its heart'

The Governors are delighted to report that the School continued to perform at the highest level in every area over the last year.

MUSICAL HIGHLIGHTS

The School ran a busy programme of musical activities in the 2021-22 academic year.

A full programme of showcase concerts was in operation, and the public were readmitted to the Menuhin Hall following the pandemic restrictions imposed in the previous year. Particular highlights were an event designed to spotlight pupils who were making their debuts in the Menuhin Hall, a special event drawing together poetry and music to mark Remembrance Day, a Founder's Day concert in which staff performed alongside pupils, a Winter Festival which featured The Snowman alongside a series of chamber music recitals, and a well-received Summer Festival which included performances of Vivaldi's Four Seasons and an orchestral concert led by the Associate Artist, Maxim Rysanov.

In addition to the concerts hosted by the Menuhin Hall, the school enjoyed a busy programme of external concerts, including performances at the Chichester, Banstead and Beaminster Festivals, a series of recitals for Music in City Churches, a tour to Scotland, and a Leavers Concert at Kings Place.

Following the success of the previous year, the school recorded another musical advent calendar. Again, this proved to be a successful venture, showcasing the pupils' talents as both performers and arrangers, and generating additional interest and support from the public.

The school's chamber music programme continued to grow throughout the year, and more and more pupils were actively engaged in ensemble playing. Most programmes, whether internal or external, were evenly divided between solo and chamber repertoire, and a wide range of staff contributed towards the coaching of chamber groups.

Extra-curricular workshops over the course of the year included a series of 'listening club' sessions focusing on archived recordings and historic performance traditions, a visit by the acclaimed coach, Ken Rea drawing together the connection between music-making and body language / movement, a seminar on how to engage with audiences (from the art of marketing a concert through to the manner in which the artist presents themselves on and off stage), and introductions to music therapy. The latter formed a module which supported the development of the revised A3 course, freshly reworked to focus on a wider range of skills and experiences intended to help our leavers prepare adequately for life after YMS.

Once again, there were a number of notable competition successes, including two pupils who reached their respective section finals of the BBC Young Musician of the Year.

The Virtual Menuhin School continued to operate following its launch in the previous year. This provision has been created to connect with talented young musicians around the world, enabling them to develop an understanding of the YMS ethos and expectations through practical and academic music lessons delivered online, as well as promoting integration into the school community through attendance of Morning Meetings, concerts and other events, and group sessions with our current full-time pupils.

BOARDING PROVISION

The school's boarding community and pastoral care support our pupils' musical, academic and social development. The School has two separate boarding houses (Harris and Music House), at present accommodating 37 boys, and 38 girls. We offer full or weekly boarding and presently 13 of our 88 pupils are day pupils.

Each house has a live-in Housemistress (Director of Pastoral Care) or Housemaster (Head of Boarding) and Assistant Houseparent who work full time and are solely dedicated to their boarding role. Two other staff members live on site, supporting the team and undertaking one or two evening shifts per week. Music House has a Day Matron and Harris House has additional support from staff who work both in the boarding house as well as part of the wider school community. There is always a Designated Safeguarding Lead or a deputy on site and a member of the Leadership team is available for any necessary support, including out of hours and at weekends.

The houses proactively cultivate a family feel and the pupils often refer to school as their 'other home'. Younger pupils look up to the older ones as they would siblings, and older pupils frequently voice that they take pleasure in guiding the younger pupils both musically and morally. The community extends across the houses; there is no great divide between boys and girls.

One of the most important aspects of boarding is to ensure that there is enough 'down time' and that the pupils have protected time in which they can properly rest. Their days are long and physically tiring, and so time away from their instruments is vital. To this end the school offers weekly yoga, dance and free swim sessions during the week, as well as trips to the supermarket on a Friday evening. Weekends provide a good opportunity for students to relax and take part in extracurricular activities, if they would like to. This could be anything from trips to Cobham, baking or a craft activity, to playing football, walking in local areas of outstanding beauty, or local areas of interest, crazy golf or sushi making and pizza and waffle movie nights to name just a few. These trips and activities are free to attend and open to all ages, and a good mix of pupils regularly attend.

The close-knit boarding environment lends itself to staff being able to observe and support social development amongst the pupils. They learn the importance of listening to others, whilst being able to challenge and discuss differing opinions. They learn how to harmoniously share living space and they are encouraged to be kind and tolerant of each other's differences. The houses promote an all-inclusive ideology where everyone has equal worth and has the opportunity to speak their mind, without fear of reproach or judgement.

As the pupils move through the school, they are given more responsibility and opportunities to develop as responsible young adults. They may mentor a younger pupil, or help to host a Friends' reception, where they meet donors and visitors to the school. They are expected to speak with confidence at these events, and it forms an important part of their training in self-promotion and presence, crucial for future success at Conservatoire or the stage.

LEAVERS' DESTINATIONS

Graduating pupils left to continue their studies at the conservatoires and universities of their choice: The Royal College of Music (2), Guildhall(1), the Universitat der Kunste in Vienna (1), the Hochschule für Musik Hanns Eisler in Berlin (2), Hochschule fur Musik und Tanz Koln in Cologne (1), The Julliard School in New York (1) and The University of Cambridge (1).

ACADEMIC ACHIEVEMENTS

On the academic front, pupils continued to perform exceptionally well. Summer 2022 saw the return of examinations after a 3-year gap due to the pandemic. At A level, 78% of grades were awarded at A*-B with a 100% pass rate. At GCSE level the school reported its best ever results with 54% of grades awarded at level 9 and 72% at level 7-9 with a 98% pass rate.

EXTRA-CURRICULAR ACTIVITIES

The Duke of Edinburgh Award Scheme continued to be very popular, with pupils signed up for Gold, Silver and Bronze categories. There were a number of expeditions to various parts of the UK including the North Downs, the Surrey Hills and the Peak District. The Brackenbury Art Show returned this year and the number of categories was broadened to include art, creative writing, poetry and photography. There were several prizes awarded and winning entries were displayed in the Menuhin Hall foyer as part of our Summer Festival. Our annual Activities Day took place off-site this year and included exciting trips to London, Oxford and Brighton. Activities included paddleboarding, museum visits and a trip to see a musical in the West End.

COMMUNITY ENGAGEMENT AND OUTREACH

Outreach is central to our ethos, and we are constantly developing our community engagement programme to ensure that the School serves the broader community to the best of its abilities. To support the expansion of the School's outreach activities we employ a Community Partnerships Coordinator to drive forward and explore new initiatives, diversifying our engagement, nurturing new contacts and placing Outreach at the heart of school life.

The School ran a year-long series of twice-weekly visits to Cobham Free School in which YMS pupils worked side by side with CFS pupils, introducing them to music and musical instruments. Additional events included:

- A Family Day workshop aimed at young children with little previous musical knowledge, which was led by Keelan Carew with the assistance of several students. About 70 families were involved in the event.
- A Family Day workshop based around chopsticks, in which the Menuhin Hall and foyer were filled with pianos, and visitors were given the opportunity to play side by side piano duos with YMS pupils.
- A collaboration with the National Children's Orchestra in which a selection of YMS pupils participated in a workshop as ambassadors for the school
- A collaboration with the Benedetti Foundation which saw YMS host a Benedetti Session as part of the school's Summer Festival.
- The school hosted two 'Singing Picnics' led by Surrey Music Hub, which were attended by around 200 children.
- Our annual composition project with local secondary schools which resulted in 25 A-level and GCSE compositions being recorded by YMS musicians and utilising the school's facilities.

Tickets were free for all events to under-18s.

In addition, the school has sought opportunities to further engage with local community groups. During the Easter holidays, pupils performed for a local Rotary Club. In December 2021, pupils performed at a Social Club for the elderly in a local church. In the summer holidays of 2021 and 2022 present and former pupils gave free recitals in Fulham as part of the Hurlingham Arts Festival. These engagements were well-received and the school has been invited to come again.

SECURING FUNDING OF PUPILS' FEES FROM THE DEPARTMENT FOR EDUCATION

The school seeks to offer a significant number of places each year through the Department for Education's Music and Dance Scheme (MDS), which supports pupils who could not otherwise afford the fees. In 2021-22, the School

secured 61 places (2020-21: 61 places) from MDS, which were utilised to the fullest extent possible during the academic year. The MDS funding resulted in a total of £2,044,273 (2020-21 £2,179,165) being paid directly to the School from Government.

PHILANTHROPIC SUPPORT- PROVIDING TALENTED YOUNG MUSICIANS WITH THE OPPORTUNITY OF A LIFETIME

Philanthropy continues to play a vital part in the life of The Yehudi Menuhin School and we are deeply grateful to the many individuals and institutions who helped us to fulfil our charitable objectives. In total, £2,806,173 was received in donations and legacies this year. Our fundraising priorities for the year included raising money for bursaries alongside core costs.

BURSARIES; ENSURING ACCESS FOR ALL

In keeping with the School's mission of 'enabling children with potentially outstanding musical talent to attend the School, irrespective of their income, background, creed or country of origin,' the School offers additional financial support to students who fall outside the residency criteria for MDS, or for whom there is no place available. After applying uniform means-testing, the School looks to its vital bursaries to make up the shortfall in fees, allowing promising students from all backgrounds to access the School's world-class music and academic education.

Many individuals, trusts, foundations, and companies contributed to our Bursary Fund, for which we raised £798,325 during the year. We are particularly grateful to a local family of long-term YMS supporters who backed a match-funding campaign in support of Bursaries, which raised just over £391,000. We also wish to thank Arbuthnot Banking Group Plc, the Behrens Foundation, John and Hilary Everett, Goldman Sachs Gives (at the recommendation of Yibo Bao), the Harvey-Julius Family Trust, the Holder Family, the Leverhulme Trust, the Linbury Trust, the Lovington Foundation, Mr Ronald and the Hon Mrs Rita McAulay, the Henri Moerel Foundation, the Willow Trust and the Audrey Wilson Charitable Settlement for their significant contributions, as well as others who wish to remain anonymous. We are also grateful for a significant legacy which has allowed us to establish the Michael and Sylvia Gent Eggett Bursary, and a legacy from the family of Michael, Valerie and Susannah Quick which has allowed us to proceed with plans to establish a public garden and woodland walk on the school site.

CORE COSTS

In line with the School's fundraising priorities, the Development team devoted significant time to securing funding for the School's core costs. We wish to recognise the particularly significant contributions of Mr Lionel Blackman, Lord and Lady Blackwell, the Behrens Foundation, the S E Franklin Charity No3 and Oak Foundation, as well as the members of the Menuhin Circle.

FRIENDS OF YEHUDI MENUHIN SCHOOL

The School has a linked charity, The Friends of Yehudi Menuhin School, which donated £35,000 (2020-21: £35,000). The Friends contributed to the Bursary Fund as well as refurbishments to the Art Room, our Leavers' Scores, and production costs for a forthcoming YMS recording. Our Friends traditionally provide our pupils with a highly supportive audience at The Menuhin Hall and are a deeply appreciated part of the YMS 'family'.

FUTURE FUNDRAISING PRIORITIES

The School will continue to devote considerable effort to raising money for bursaries and other targeted support for pupils, as well as further seeking to cover core costs, in particular music staff salaries.

OUR APPROACH TO FUNDRAISING:

The School believes that fundraising should be an open, honest and respectful process. We aim to build and maintain solid partnerships with our supporters and donors, based on mutual understanding and shared values. In developing our approach to fundraising we have taken account of the Code of Fundraising Practice issued by the Fundraising Regulator, and have voluntarily paid the Fundraising Levy. We abide by the Fundraising Promise, as outlined in the Code of Practice, and have internal procedures in place to protect vulnerable people and other members of the public from behaviour which is an unreasonable intrusion on a person's privacy or is unreasonably persistent, or places undue pressure on a person to give money or other property. The School operates with an

internal fundraising team and did not outsource any of its fundraising activities to external parties during the financial year. The School had no fundraising activities requiring disclosure under S162A of the Charities Act 2011.

The School's Privacy Policy, published on our website, clearly states what personal data the School will hold in relation to supporters and how this data will be used. The School's Fundraising Complaints Procedure, published on our website, outlines how to make a complaint about our fundraising activities. The School has received no complaints about its fundraising activities either during the financial year or subsequently.

PLANS FOR FUTURE PERIODS

The Governors and Leadership Team have identified a number of areas to develop within the School to maintain its reputation as a world leader in music education, providing the highest quality of instrumental training combined with a first-class academic curriculum under one roof. This encompasses continuing to improve the curriculum and standard of education offered to ensure pupils are well-equipped for a changing world and musical landscape; widening access to the School's expertise among the local community and on international fronts, and across an increased age range; improvements to teaching, learning and living facilities for current and future pupils as well as for staff; and ensuring that financial support is available for gifted pupils to attend the School.

To achieve those ends, the School has identified a need for strong international relationships; high-quality, modern facilities for its students, educators and staff; investment in technology for teaching, learning, and business; and a diverse range of income and funding sources, capitalising on current assets and international brand reputation. These strategic goals will be phased over the next 3 – 5 years. The leadership team has engaged all members of the school community (pupils, parents, staff and alumni) and also key external stakeholders, in an extensive and comprehensive consultation programme, which has fed into detailed plans for the School's strategic review.

In August 2019, the School announced the setting up of its first international music school, contributing The Yehudi Menuhin School name and expertise in setting up and running a specialist music school within a holistic academic environment.

Over a 3-year period YMS worked with the Qingdao Urban Construction Group to bring its unique model for music education to the Far East. The Menuhin School Qingdao opened on 3 September 2022, and YMS seeks to ensure that Yehudi Menuhin's vision and ethos runs through every area of the new institution. As the new school grows there will be opportunities for teacher and pupil exchange, which will benefit both current and future pupils, and UK staff will visit regularly to carry out inspections to make certain that the new school is adhering to the ideals of its British parent school.

The School also sees a need to expand its music teaching and practice facilities; to provide additional, upgraded accommodation for female boarders; and to increase its capacity for administrative and support staff. The School has aspirations to develop its existing site to meet these needs, by repurposing its buildings for future use.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

INCOME AND EXPENDITURE

The School benefited from donations and legacy income in year amounting to £2,806,628, an increase from £977,254 in 2020-21, primarily due to significant legacies and the match fund raising campaign in support of bursaries. The School received £1,716,809 of legacies in the year, £1,026,000 of which were restricted to bursaries. The surplus for the year before net losses on investments was £1,341,963 (2020-21: £165,353).

The total income increased by 35% (2020-21: 14.5% decrease) to £6,437,102 (2020-21: £4,776,161) as a result of the increase in donations and legacies. The Governors are grateful for the £59,556 from trading activities in YMS Enterprises Limited (2020-21: £74,761), and the £201,711 from activities in YMS China Limited that is paid to The Yehudi Menuhin School Limited in the form of a Gift Aid donation (2020-21: £172,514). Total expenditure increased by 11% (2020-21: 1.4% decrease) to £5,095,139 (2020-21: £4,610,809).

Total balance sheet funds of £25,627,581 are described in detail in note 18 to the accounts. The majority of these funds are for the buildings of the School itself, the instruments that are required for teaching and learning and the bursary funds to support pupils to attend the School. Endowment funds amounting to £7,807,318 are capital in nature and the income is used both for core expenditure and to fund bursaries. A further £2,578,526 are restricted funds which can only be used for the specific purposes determined by the donors. Of this amount £2,488,967 is for the purposes of providing bursaries to support pupils who would otherwise be unable to attend the School.

FIXED ASSETS - INVESTMENTS

The investments are governed by the Articles which permit the funds to be invested in any security, other investment or property situated anywhere in the world. The Governors have delegated the management of the investments to Sarasin & Partners LLP.

The aim of the Governors is to maintain real capital growth while producing an income of 3% per annum or more from a portfolio of investments, both equities and fixed interest securities, property fund and cash deposits.

At year end the School held investments valued at £8,968,222 (2021 £9,767,490). The fund valuation includes an unrealised loss in the year of £741,836 (2021 £991,539 unrealised gain).

PENSIONS

The School employees are members of one of two pension schemes: The Teachers' Pension Scheme and The People's Pension.

RESERVES POLICY AND GOING CONCERN

The School holds £2,122,319 in Permanent Endowments and £5,684,999 in Expendable Endowments. The Governors are required to hold the capital in the permanent endowment and therefore are unable to convert it to income. However, income from the fund is included in Restricted Funds (Note 18) and used for bursaries. Governors have the authority to convert the expendable endowment into income to support School activities. The income arising from this fund is included in the General Reserve. Details can be found in Note 18 to the accounts.

The Restricted Fund amounts to £2,578,526 (2020-21: £1,358,312) Details are in Note 18 to these Accounts.

In line with Charity Commission guidance that a Charity should maintain adequate reserves to ensure its ability to deliver its charitable objectives, the School holds unrestricted reserves for a number of purposes which are set out in Note 18 to the financial statements. Unrestricted reserves are those funds available to provide adequate working capital for the School to ensure it can meet its operational expenditure obligations as they fall due.

The School's General Reserve Policy is to aim to hold approximately four months' expenditure excluding depreciation, which amounts to an estimate of £1,222,000 as free reserves in a cash or liquid form. The General Reserves fluctuate during the School year and are at their lowest at the school year end, 31 August. At 31 August 2022 the general reserve was £1,831,474 (2020-21: £1,401,062).

PRINCIPAL RISKS AND UNCERTAINTIES

The Governors continue to keep the School's activities under review and monitor performance, with particular regard to any major risks which may arise.

The Governors' Risk Management Sub-Committee oversees the assessment and categorisation of the risks which the School is, or may become, exposed to in order to ensure that there are satisfactory systems established to manage those risks. A review of risks and the risk register is a routine item on the agenda of all Committee and Council meetings in order to ensure that the process is regularly reviewed and updated.

The main risks to the future of the School are the reduction or withdrawal of the funding for the places supported by the Department for Education under the UK Government Music and Dance Scheme (MDS), the withdrawal of charitable status from independent schools, the continued impact of Brexit on European pupil study in the UK and the wider arts landscape, and the impact to the School of the cost of living crisis and global economic recession. The School keeps the risk of the withdrawal or reduction of MDS funding under continuing review. To manage

these risks, the Governors are regularly updated on the status of the School, its risk management, and related matters.

AUDITORS

Moore Kingston Smith LLP has expressed their willingness to continue as auditors for the next financial year.

GOVERNORS' RESPONSIBILITIES STATEMENT

The Governors (who are also directors of the charitable company for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the Governors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 charitable company and of the profit or loss of the charitable company for that period. In preparing these financial statements, the directors are required to:

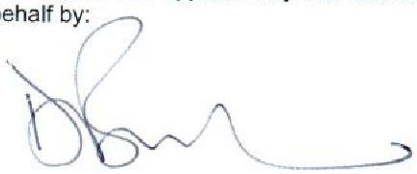
- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Governors 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.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as each person who was a Governor at the date of approving this report is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the Governors individually have taken all the necessary steps that they ought to have taken as Governors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Council of Governors at its meeting on 29 November 2022 and signed on its behalf by:



David Buckley
Chairman of Governors

Opinion

We have audited the financial statements of The Yehudi Menuhin School Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 August 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Parent Charitable Company Balance Sheets, the Consolidated Cash Flow Statement and notes to the financial statements, including 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 the parent charitable company's affairs as at 31 August 2022 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 Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained in the annual report. 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.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in [the strategic report or] the trustees' annual report.

We have nothing to report in respect of the following matters where the 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's 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: or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a Strategic Report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, 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 and 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 parent charitable company or to cease operations, or have no realistic alternative but to do so.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud

may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group and parent charitable company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.

- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.

- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.

- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

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 the 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.

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 which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Neil Finlayson (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor 6th Floor
9 Appold Street
London
EC2A 2AP

The Yehudi Menuhin School Limited

STATEMENT OF FINANCIAL ACTIVITIES

(including the income and expenditure statement)

for the year ended 31 August 2022

	Notes	Unrestricted funds £	Restricted funds £	Endowment fund £	**Total 2022 £**	Total 2021 £
INCOME FROM:						
Charitable Activities						
School fees	3	2,848,665	-	-	**2,848,665**	3,064,651
Other income						
Other trading income	4	555,101	-	-	**555,101**	425,379
Other activities		-	-	-	**-**	55,236
Investments	5					
Investment Income		156,169	70,539	-	**226,708**	253,641
Voluntary sources	6					
Grants and donations		784,037	2,012,591	10,000	**2,806,628**	977,254
Total income and endowments		4,343,972	2,083,130	10,000	**6,437,102**	4,776,161
EXPENDITURE ON:						
Costs of raising funds	7					
Fundraising and development		216,315	-	-	**216,315**	177,081
Other trading costs		350,581	-	-	**350,581**	335,458
Other expenditure		8,568	-	-	**8,568**	483
Charitable activities	7					
Education		4,271,616	197,478	50,581	**4,519,675**	4,097,787
Total expenditure	7	4,847,080	197,478	50,581	**5,095,139**	4,610,809
Net operating income/(expenditure)		(503,108)	1,885,652	(40,581)	**1,341,963**	165,353
Net gains on investments	13	(525)	-	(741,311)	**(741,836)**	991,539
Net income/(expenditure)		(503,633)	1,885,652	(781,892)	**600,127**	1,156,891
Transfer between funds	18	665,448	(665,448)	-	**-**	-
Net movement in funds		161,815	1,220,204	(781,892)	**600,127**	1,156,891
Fund balances brought forward		15,079,922	1,358,322	8,589,210	**25,027,454**	23,870,563
Fund balances carried forward	19, 20	15,241,737	2,578,526	7,807,318	**25,627,581**	25,027,454

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

The Yehudi Menuhin School Limited

BALANCE SHEET

as at 31 August 2022

	Notes	2022 Group £	2021 Group £	2022 School £	2021 School £
FIXED ASSETS					
Tangible assets	12	**13,339,719**	13,620,983	**13,339,719**	13,620,983
Investments	13	**8,968,222**	9,767,490	**8,968,222**	9,767,490
		22,307,941	23,388,473	**22,307,941**	23,388,473
CURRENT ASSETS					
Stocks	14	**3,778**	2,509	**3,778**	2,509
Debtors	15	**1,607,686**	298,877	**1,973,879**	547,659
Cash at bank and in hand		**2,692,697**	2,259,921	**2,304,830**	1,994,874
		4,304,161	2,561,307	**4,282,487**	2,545,042
CREDITORS: Amounts falling due within one year	16	**(692,854)**	(530,657)	**(671,180)**	(514,392)
NET CURRENT ASSETS/(LIABILITIES)		**3,611,307**	2,030,650	**3,611,307**	2,030,650
TOTAL ASSETS LESS CURRENT LIABILITIES		**25,919,248**	25,419,123	**25,919,248**	25,419,123
CREDITORS: Amounts falling due after more than one year	17	**(291,667)**	(391,667)	**(291,667)**	(391,667)
Provisions for liabilities and charges		-	-	-	-
NET ASSETS		**25,627,581**	25,027,456	**25,627,581**	25,027,456
FUNDS					
Restricted funds	18	**2,578,526**	1,358,322	**2,578,526**	1,358,322
Unrestricted funds – general	18	**1,831,474**	1,401,015	**1,831,474**	1,401,015
Unrestricted funds – designated	18	**70,544**	57,924	**70,544**	57,924
Fixed asset fund	18	**13,339,719**	13,620,983	**13,339,719**	13,620,983
Endowment fund	18	**7,807,318**	8,589,212	**7,807,318**	8,589,212
		25,627,581	25,027,456	**25,627,581**	25,027,456

The School has taken the exemption under Companies Act 2006 s.408 to omit its profit and loss account from the statutory group accounts. The Total Income for The School during the year ended 31 August 2022 was £6,287,977 (2021: £4,643,843) and Net Income during the year ended 31 August 2022 was £600,427 (2021: £1,156,892).

Approved and authorised for issue by the Board of Governors on 29 November 2022 and signed on their behalf by:

David Buckley
Chairman of the Board of Governors

The accompanying notes form part of these financial statements.
Company Number: 00818389

The Yehudi Menuhin School Limited

CASHFLOW STATEMENT

for the year ended 31 August 2022

CASH FLOW STATEMENT	Notes	2022 £	2021 £
Net cash inflow from operating activities	23	**546,645**	748,408
Cash flows from investing activities:			
Bank interest received		**226,708**	253,641
Payments to acquire fixed assets		**(240,125)**	(627,005)
Sale proceeds from disposal of fixed assets		**-**	43,958
Payments to acquire investments		**(10,000)**	(20,000)
Net cash outflow from investing activities		**(23,417)**	(349,406)
Financing:			
Loans repaid		**(100,000)**	(8,333)
Net cash outflow from financing activities		**(100,000)**	(8,333)
Increase/(decrease) in cash		**423,228**	390,669
Cash and cash equivalents at the beginning of the reporting period		**2,282,398**	1,891,729
Cash and cash equivalents at the end of the reporting period		**2,705,626**	2,282,398
Cash at bank and on hand		**2,692,697**	2,259,921
Investments		**12,929**	22,477
		2,705,626	2,282,398

The Yehudi Menuhin School Limited

ACCOUNTING POLICIES

for the year ended 31 August 2022

1 ACCOUNTING POLICIES

The Yehudi Menuhin School Limited is a charitable company limited by guarantee with registered number 00818389, registered in England and Wales. Its registered office is Millfield, Cobham Road, Stoke D'Abernon, Cobham, Surrey, KT11 3QQ.

1.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The School and its subsidiaries are a public benefit entity for the purposes of FRS 102 and therefore the School also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

These financial statements are prepared on the going concern basis, under the historical cost convention as modified by the revaluation of investments and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Basis of consolidation

The Group comprise The Yehudi Menuhin School Limited, YMS Enterprises and YMS China Limited. The assets, liabilities and results of the wholly owned subsidiary companies, YMS Enterprises and YMS China Limited, are consolidated into these financial statements. Summarised details of the subsidiary companies are set out in Note 25 and 26. All activities as per Consolidated Statement of Financial Activities (SOFA) relate to continuing operations.

1.2 GOING CONCERN

CLIENT TO UPDATE

The Governors have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable group as a going concern. The governors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the governors have considered the charitable group's forecasts and projections and have taken account of pressures on fee income and fundraised income in the current economic climate. The governors have concluded that there is a reasonable expectation that the charitable group has adequate resources to continue in operational existence for the foreseeable future.
As such the School can expect to be able to meet its liabilities as they fall due in the period of at least 12 months from the date of approval of these accounts.
On this basis the Governors have concluded that the School is a going concern. The financial statements do not include any adjustments that would result from the group not being able to meet its liabilities as they fall due.

1.3 COMPANY LIMITED BY GUARANTEE

The charitable company is limited by guarantee to the extent of £1 each from the guarantors at the present time, being the Governors of The School.

1.4 FEES RECEIVABLE AND SIMILAR INCOME

Fees receivable comprise tuition fees paid by parents, grants towards fees from the Department for Education through the Music and Dance Scheme and the parental contributions. Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided.

1.5 GOVERNMENT GRANTS RECEIVABLE

Government grants received in respect of pupils' fees and other grants are included within income in the year to which they relate.

1.6 BURSARY FUNDS

The School receives some of its income primarily for the provision of scholarships, bursaries and prizes. These amounts are held within restricted funds.

1.7 DONATIONS AND LEGACIES

Donations receivable for the general purpose of the Charity are credited to 'unrestricted funds'. Donations for purposes restricted by the wishes of the donor are taken to 'restricted funds' where these wishes are legally binding on the governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as 'endowments' — permanent or expendable according to the nature of the restriction.

Legacies or gifts of residue are recognised when there is adequate certainty and reliability of receipt and their value can be accurately measured.

The Yehudi Menuhin School Limited

ACCOUNTING POLICIES

for the year ended 31 August 2022

1.8 RESOURCES EXPENDED

Expenditure is classified under the two principal categories of Raising Funds and Charitable Activities rather than the type of expense, in order to provide more useful information to users of the financial statements.

Expenditure on Raising Funds includes the costs incurred in generating voluntary income, for example, donations and legacies. Charitable Activities comprise direct expenditure including direct staff costs attributable to the activity. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with use of the resources. Governance costs include the costs now being apportioned to charitable activities incurred for compliance with constitutional and statutory requirements.

1.9 VALUE ADDED TAX

The School is not registered for Value Added Tax. All expenditure is therefore included under the expense headings to which it relates inclusive of any Value Added Tax.

1.10 TAXATION

The School is a registered Charity and is exempt from taxation on income arising from and expended on its charitable activities.

1.11 FIXED ASSETS AND DEPRECIATION

Freehold buildings are carried in the balance sheet at their cost less depreciation as the Governors consider it is not appropriate to apply a current value to such property. The cost of new buildings is added to fixed assets as it is incurred. Only purchases of assets over £5,000 are included as fixed assets.

String instruments are recognised in the accounts at either their original cost where this information is known, at an estimated valuation in 2002 where they were donated prior to 2002, or at an estimated valuation at the date of donation if this is after 2002.

String instruments are not depreciated as the quality of the instruments held is such that their likely useful life is in excess of 50 years.

Depreciation is provided on the cost or valuation of assets, over the estimated useful life of the assets. The rates of depreciation are as follows:

Assets under construction	- nil
Freehold Buildings	- 2% on cost
Furniture and Equipment	- 25% on cost
Motor Vehicles	- 25% reducing balance
Instruments - Pianos and	- over ten years
IT Software	- over three years
Assets held under finance	- over the term of the lease

Land is not depreciated and freehold buildings are only depreciated once brought into use.

1.12 STOCKS

Stocks are stated at the lower of cost or net realisable value.

1.13 PENSION COSTS

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the School. In accordance with FRS102, therefore, the scheme is accounted for as a defined contribution scheme.

All non-teaching staff are entitled to join a group personal pension scheme. The current scheme for the purpose of auto enrolment is The People's Pension a money purchase scheme.

1.14 INVESTMENTS

Investments are valued in the balance sheet at their mid-market value at the balance sheet date. The SOFA includes realised and unrealised gains and losses arising from the revaluation of the investments in the year.

Investment property is included in the financial statements at fair value, with any surplus or deficit on revaluation included as an unrealised gain or loss.

1.15 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

1.16 FINANCIAL INSTRUMENTS

The School has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the School's balance sheet when the School becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.19 EMPLOYEE BENEFITS

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when The School is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.20 FUNDS

Permanent Endowment — These are funds where the Governors are required to hold capital, as represented by the investments, and are not entitled to spend it. Income arising from these funds is included within restricted funds in accordance with the donors' wishes.

Expendable Endowment — These are capital funds where the Governors are entitled to disburse the capital as well as income arising from the invested funds.

Restricted — these are monies which have legal restrictions on their use where donors have specified the funds can only be spent on certain of the School's activities.

Unrestricted — General funds are available for use at the discretion of the Governors in furtherance of the School's general objectives. Designated funds are set aside out of general funds by the Governors, for particular purposes.

2 CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimate are considered by the Governors to have the most significant effect on amounts recognised in the financial statements.

i. Instrument valuation

String instruments are included in the accounts at original cost or an estimated value if donated prior to 2002 or an estimated value at date of donation after 2002. The values are sensitive to the condition of the instrument and external market factors.

ii. Depreciation

The annual depreciation charge for property, plant and equipment is sensitive to change in useful economic life and residual values of assets. These are reassessed annually.

iii. Valuation of investments

The value of investments reflects the movement of the stock and other markets and can therefore decrease as well as increase. The value of the investment property is dependent on factors affecting house prices in the United Kingdom, local market fluctuations and the impact of the Coronavirus pandemic.

3 FEE INCOME

The School's activities are carried out within the UK.

The school's fee income comprised:	**2022**	2021
	£	£
Gross fees	**3,571,495**	3,714,659
Less: Covid fee rebates	**-**	(45,964)
Less: Scholarships and bursaries	**(722,830)**	(604,044)
	2,848,665	3,064,651

4 OTHER TRADING INCOME

	2022	2021
	£	£
Trading income - Unrestricted funds	**555,101**	480,615
	555,101	480,615

5 INVESTMENT INCOME

	2022	2021
	£	£
Unrestricted funds		
Interest receivable	**191**	201
Dividend income	**155,978**	168,553
Restricted funds		
Interest receivable	**-**	-
Dividend income	**70,539**	84,887
	226,708	253,641

6 DONATIONS AND GRANTS

	2022	2021
	£	£
Unrestricted funds	784,037	347,677
Restricted funds	2,012,591	609,577
Endowed funds	10,000	20,000
Donations and grants	2,806,628	977,254

7 EXPENDITURE

	Staff costs (note 8)	Other	Depreciation	Total 2022
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	200,282	16,033	-	216,315
Direct trading expenditure costs	209,708	140,873	-	350,581
Other expenditure	-	8,568	-	8,568
	409,990	165,474	-	575,464
Charitable expenditure				
Teaching	1,833,776	102,983	82,331	2,019,090
Welfare	323,029	173,709	-	496,738
Premises and Estates	191,090	553,775	439,057	1,183,922
Administration	408,068	373,326	-	781,394
Governance	-	38,531	-	38,531
	2,755,963	1,242,324	521,388	4,519,675
Total Expenditure	3,165,953	1,407,798	521,388	5,095,139

	Staff costs	Other	Depreciation	Total 2021
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	170,020	7,061	-	177,081
Direct trading expenditure costs	159,599	175,859	-	335,458
Other expenditure	-	483	-	483
	329,619	183,403	-	513,022
Charitable expenditure				
Teaching	1,847,835	84,216	67,711	1,999,762
Welfare and Catering	307,805	109,343	1,525	418,673
Premises	169,464	377,322	396,705	943,491
Administration	425,532	271,341	-	696,873
Finance	-	-	-	-
Governance	-	38,988	-	38,988
	2,750,636	881,210	465,941	4,097,787
Total expenditure	3,080,255	1,064,613	465,941	4,610,809

Other Governance Costs include:	2022	2021
	£	£
Auditors' remuneration		
- Audit Fees	28,680	26,094
- Accountancy Fees	7,182	6,540
- under provision from previous year	742	5,173
- Other fees	5,238	5,803

8 STAFF COSTS

	2022	2021
	£	£
Wages and salaries	2,236,785	2,087,532
Social security costs	224,678	206,325
Other pension costs	352,327	338,943
Other staff costs	352,163	447,455
	3,165,953	3,080,255

The average monthly number of employees during the year was as follows:	2022	2021
	No.	No.
Teaching	30	29
Non-teaching	43	41
	73	70

The number of employees whose emoluments amounted to over £60,000 in the year was as follows:	2022	2021
	No.	No.
£60,000 - £70,000	1	2
£70,001 - £80,000	1	2
£80,001 - £90,000	2	1
£100,001 - £110,000	1	1

Pension contributions for the year amounted to £81,823 (2021: £71,603) for the above employees.

Key management personnel include the Governors (who are not remunerated) and the Leadership team. The total remuneration including pension contributions, employer's National Insurance and benefits received by key management personnel were £676,439 (2021: £611,893).

9 GOVERNORS REMUNERATION AND BENEFITS

There was no Governors' remuneration for the year ended 31 August 2022 nor for the year period 31 August 2021.
No governor (2021: none) was reimbursed expenses in the year (2021: £nil).

Trustees Indemnity Insurance cost £140 (2021: £140). Donations were also received from 10 Governors during the year totalling £37,721 (2021: £12,854 from 12 Governors).

10 PENSIONS

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £273,519 (2021: £194,547) and at the year end £nil (2021: £nil) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by The Teachers' Pensions Regulations 2010 (as amended) and The Teachers' Pension Scheme Regulations 2014 (as amended). 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 government announced on 4 February 2021 that it intends to proceed with a deferred choice underpin under which members will be able to choose either legacy or reformed scheme benefits in respect of their service during the period between 1 April 2015 and 31 March 2022 at the point they become payable.

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. The pause was lifted in July 2020, and a consultation was launched on 24 June on proposed changes to the cost control mechanism following a review by the Government Actuary. Following a public consultation, the Government have accepted three key proposals recommended by the Government Actuary, and are aiming to implement these changes in time for the 2020 valuations.

The 2016 cost control valuations have since been completed in January 2022, and the results indicated that there would be no changes to benefits or member contributions required. The results of the cost cap valuation are not used to set the employer contribution rate, and HM Treasury has confirmed that any changes to the employer contribution rate resulting from the 2020 valuations will take effect in April 2024.

Until the 2020 valuation is completed 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.

11 NET INCOME FOR THE YEAR

	2022	2021
	£	£
Net income is stated after charging:		
Depreciation of tangible fixed assets	**521,388**	465,941
Profit on disposal of fixed assets	**-**	30,758

12 TANGIBLE FIXED ASSETS

	Assets under Construction	Freehold Property	Musical Instruments	Fixtures & Fittings	Furniture and Academic Equipment	Motor Vehicles	**Total**
	£	£	£	£	£	£	**£**
Cost:							
At 1 September 2021	-	15,690,666	2,099,868	342,498	765,653	6,100	**18,904,785**
Additions	46,188	144,597	4,200	36,350	8,790	-	**240,125**
Disposals	-	-	-	-	-	-	**-**
At 31 August 2022	46,188	15,835,263	2,104,068	378,848	774,443	6,100	**19,144,910**
Depreciation:							
At 1 September 2021		3,725,827	694,992	242,841	614,044	6,100	**5,283,804**
Charge for year		311,457	82,331	73,613	53,987	-	**521,388**
Impairment		-	-	-	-	-	**-**
Disposals		-	-	-	-	-	**-**
At 31 August 2022	-	4,037,284	777,323	316,454	668,031	6,100	**5,805,192**
Net book value:							
At 31 August 2022	46,188	11,797,979	1,326,745	62,394	106,412	-	**13,339,719**
At 1 September 2021	-	11,964,839	1,404,876	99,657	151,609	-	**13,620,981**

13 INVESTMENTS

	Investment Property	Listed Investments	2022	2021
	£	£	£	£
Cost/valuation At 1 September 2021	422,854	9,344,636	9,767,490	8,804,972
Additions	-	10,000	10,000	20,000
Investment management expenses	-	(67,432)	(67,432)	(49,021)
Gains/(Losses) arising from movements in valuations	-	(741,836)	(741,836)	991,539
Cost/valuation At 31 August 2022	422,854	8,545,368	8,968,222	9,767,490
Historic cost at 31 August 2021	-	5,619,673	5,619,673	5,587,666
UK equities	-	8,532,439	8,532,439	9,322,157
Property	422,854	-	422,854	422,854
Cash	-	12,929	12,929	22,479
	422,854	8,545,368	8,968,222	9,767,490

Investment properties were valued as at 31 August 2022 on the basis of market value. This is the Governors' best estimate of the market value.

14 STOCK

	2022	2021
	£	£
General Stock	3,778	2,509
	3,778	2,509

15 DEBTORS

	2022 Group	2021 Group	2022 School	2021 School
	£	£	£	£
Fees and extras	81,332	152,141	51,696	131,083
Less provision for doubtful debts	(17,188)	(3,566)	(14,750)	-
Other debtors	-	6,667	-	6,667
Prepayments and accrued income	1,543,543	143,635	1,543,487	143,635
Amount due from group undertaking		-	393,446	266,274
	1,607,687	298,877	1,973,879	547,659

Included in Prepayments and accrued income is £1,430k of accrued legacies (2021: £30,000). In addition to legacies received and accrued in the year, the charity is a residual beneficiary of a legacy. The estimated value is in the region of £500,000. This has not been included in the Financial Statements as it cannot be measured reliably.

16 CREDITORS

Amounts falling due within one year:

	2022 Group £	2021 Group £	2022 School £	2021 School £
Loans	100,000	100,000	100,000	100,000
Trade creditors	96,140	79,417	96,140	79,417
Taxation and social security costs	57,303	50,664	57,303	50,664
Fee Deposits	60,327	48,317	60,327	48,317
Deferred income and Fees in advance	220,042	146,691	219,392	145,103
Other creditors	16,521	4,049	11,193	4,049
Accruals	142,522	101,517	126,825	86,842
Amount due to group undertaking	-	-	-	-
	692,855	530,655	671,180	514,392

Deferred income:

	2022 £	2021 £
Brought forwards	146,691	390,360
Released in year	(146,691)	(390,360)
Deferred fee income for Autumn Term	219,392	145,103
Deferred income donated	-	-
Deferred income fees	650	1,588
Carried forwards	220,042	146,691

17 CREDITORS DUE AFTER ONE YEAR

	2022 School & Group £	2021 School & Group £
Amounts falling due after more than one year:		
Bank loan	291,667	391,667
	291,667	391,667

	2022 School & Group £	2021 School & Group £
Amounts falling due after more than one year:		
Bank loan	291,667	391,667
	291,667	391,667

The bank loan provided by the Charity by Lloyds Bank Plc is secured by first legal charge over the freehold land & building at Milfield Lodge. The loan is a CBIL for £500,000 with a six year term with an interest rate of 1.41% which is paid by the government in the first year.

18 STATEMENT OF FUNDS

	At 1 September 2021 £	Income £	Expenditure £	Transfer Between Funds £	Gains/ (losses) £	At 31 August 2022 £
Unrestricted funds:						
General reserve	1,401,015	4,343,972	(4,325,692)	412,704	(525)	1,831,474
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	53,374	-	-	12,620	-	65,994
Total designated	57,924	-	-	12,620	-	70,544
Fixed Asset Funds	13,620,983	-	(521,388)	240,124	-	13,339,719
Restricted funds:						
Bursary Funds	1,256,950	1,894,865	-	(662,848)	-	2,488,967
Other Restricted Funds	101,372	188,265	(197,478)	(2,600)	-	89,559
Total restricted	1,358,322	2,083,130	(197,478)	(665,448)	-	2,578,526
Endowment funds:						
Permanent Endowments	2,378,759	10,000	(17,013)	-	(249,427)	2,122,319
Expendable Endowments	6,210,451	-	(33,568)	-	(491,884)	5,684,999
Total endowment	8,589,210	10,000	(50,581)	-	(741,311)	7,807,318
Total funds	**25,027,454**	**6,437,102**	**(5,095,139)**	-	**(741,836)**	**25,627,581**

	At 1 September 2020 £	Income £	Expenditure £	Transfer Between Funds £	Gains/ (losses) £	At 31 August 2021 £
Unrestricted funds:						
General reserve	1,057,267	4,061,697	(3,907,613)	189,663	-	1,401,015
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	53,374	-	-	-	-	53,374
Total designated	57,924	-	-	-	-	57,924
Fixed Asset Funds	13,473,117	-	(465,940)	613,806		13,620,983
Restricted funds:						
Bursary Funds	1,322,463	504,044	-	(569,557)	-	1,256,950
Other Restricted Funds	333,101	190,420	(188,237)	(233,912)	-	101,372
Total restricted	1,655,564	694,464	(188,237)	(803,469)	-	1,358,322
Endowment funds:						
Permanent Endowments	2,034,543	20,000	(13,646)	-	337,862	2,378,759
Expendable Endowments	5,592,149	-	(35,373)	-	653,677	6,210,451
Total endowment	7,626,692	20,000	(49,019)	-	991,539	8,589,210
Total funds	23,870,564	4,776,161	(4,610,809)	-	991,539	25,027,454

Designated Funds:

Wallace Curson: These funds are usually given to students in their final year when they leave the School.

Designated Bursary Fund: This represents legacy income received. This is to be used for bursaries as and when the need arises.

Fixed asset Funds:

The fixed asset funds represents money held in tangible fixed assets used by the School.

Restricted Funds:

Restricted Bursary Funds: These funds arise from legacies, grants and donations made for the specific purpose of providing bursaries to students: the recipients and amounts of bursaries are determined by the Head and Governors.

Other Restricted Funds: These funds arise from grants and donations made for specific purposes other than bursaries.

Transfer of Funds:

The transfer of funds from restricted Bursary Funds to the unrestricted General Reserve represents the bursaries provided to the students in the year. Transfer of funds from other restricted funds to unrestricted general reserve represent the transfer of assets as the money has been used for the purpose for which it was given.

Endowment Funds:

Permanent Endowment Funds are those where Governors are required to hold the capital and are not entitled to convert it to income. Income arising from these funds is included within restricted funds and is spent in line with the wishes of the donor.

Expendable Endowment Funds are those where the Governors have the power to convert the fund or part thereof to income.

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Restricted funds	Permanent Endowment	Expendable Endowment	**2022 Total**
	£	£	£	£	£
Tangible fixed assets	13,339,719	-	-	-	**13,339,719**
Investments	535,941	624,963	2,122,319	5,684,999	**8,968,222**
Current assets	2,350,598	1,953,563	-	-	**4,304,161**
Current liabilities	(692,854)	-	-	-	**(692,854)**
Long term liabilities	(291,667)	-	-	-	**(291,667)**
Total net assets	15,241,737	2,578,526	2,122,319	5,684,999	**25,627,581**

	Unrestricted funds	Restricted funds	Permanent Endowment	Expendable Endowment	2021 Total
	£	£	£	£	£
Tangible fixed assets	13,620,983	-	-	-	13,620,983
Investments	553,315	624,963	2,378,759	6,210,453	9,767,490
Net current assets	1,297,291	733,359	-	-	2,030,650
Long term liabilities	(391,667)	-	-	-	(391,667)
Total net assets	15,079,922	1,358,322	2,378,759	6,210,453	25,027,456

20 COMMITMENTS UNDER OPERATING LEASES

At 31 August 2022, the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall

	2022	2021
	£	£
Due within one year	11,560	8,492
Due between two to five years	23,893	19,325
	35,453	27,817

21 RELATED PARTIES

During the year, YMS Enterprises had transactions totalling £100,494 (2021: £91,737) with the School. At 31 August 2022, £160,051 (2021: £74,761) was owed by YMS Enterprises. During the year, YMS China Limited had transactions totalling £170,084 (2021: £203,321) with the School. At 31 August 2022, £233,340 (2021: £191,514) was owed by YMS China Limited.

22 CAPITAL COMMITMENTS

Capital expenditure contracted at 31 August 2022 amounted to £70,876 (2021: £nil).

23 NOTES TO THE CASHFLOW STATEMENT

Reconciliation of operating result to net cash inflow from operating activities:	2022 £	2021 £
Net movement in funds	**600,127**	1,156,892
(Gains)/loss on investments	**741,836**	(991,539)
Depreciation	**521,388**	465,941
Dividends and interest received	**(226,708)**	(253,641)
Profit/(Loss) on sale of Fixed Assets	**-**	30,758
Increase/(Decrease) in creditors	**162,197**	(389,142)
(Increase)/Decrease in debtors	**(1,250,926)**	727,963
Decrease/(Increase) in stocks	**(1,269)**	1,176
	546,645	748,408

	At 1 September 2021	Cashflows	Other non-cash changes	At 31 August 2022
	£	£	£	£
Cash and cash equivalents				
Cash - in hand	2,259,921	432,776	-	2,692,697
- investments	22,477	(9,548)	-	12,929
	2,282,398	423,228	-	2,705,626
Borrowings				
Debt due within one year	(100,000)	100,000	(100,000)	(100,000)
Debt due after one year	(391,667)		100,000	(291,667)
	(491,667)	100,000	-	(391,667)
Total	1,790,731	523,228	-	2,313,959

24 SUBSIDIARY UNDERTAKINGS

YMS ENTERPRISES

YMS Enterprises (company registration number 06775727; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly-owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 17 December 2008. The principal activities of the company are to offer public and private concerts, summer schools and associated services and general merchandising. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS Enterprises for the year to 31 August 2022 showed the following position:

	At 31 August 2022	At 1 September 2021
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	154,279	66,867
Debtors	20,948	17,492
Creditors: amounts falling due within one year	(175,227)	(84,359)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	186,385	146,569
Operating costs	(89,678)	(43,747)
GROSS PROFIT	96,707	102,822
Administrative expenses	(37,151)	(28,061)
Profit in year	59,556	74,761
Retained profit brought forward	-	-
Amount distributed to YMS under Gift Aid	(59,556)	(74,761)
RETAINED PROFIT	-	-

25 SUBSIDIARY UNDERTAKINGS (CONTINUED)

YMS CHINA

YMS China Limited (company registration number 11712861; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly-owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 5 December 2018. The principal activity of the company is to offer cultural education on the ethos and methodology principles of Yehudi Menuhin in running educational establishments. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS China Limited for the year to 31 August 2022 showed the following position:

	At 31 August 2022	At 1 September 2021
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	233,588	198,180
Debtors	6,250	-
Creditors: amounts falling due within one year	(239,838)	(198,180)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	256,250	250,000
Operating costs	-	(29,472)
GROSS PROFIT	256,250.00	220,528
Administrative expenses	(54,538.00)	(48,015)
Profit in year	201,712.00	172,514
Retained (loss) brought forward	-	-
Amount distributed to YMS under Gift Aid	(201,712)	(172,514)
RETAINED PROFIT/(LOSS)	-	-

YEHUDI MENUHIN SCHOOL LIMITED

England & Wales - Charity number 312010

Accounts

The Yehudi Menuhin School Limited

(A Company Limited by Guarantee)

Incorporated in England and Wales No. 00818389
Registered Charity No. 312010

GOVERNORS' REPORT AND FINANCIAL STATEMENTS

For the year ended

31 August 2021

The Yehudi Menuhin School Limited

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for the year ended 31 August 2021

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The Yehudi Menuhin School Limited

REPORT OF THE GOVERNORS
for the year ended 31 August 2021

GOVERNORS AND DIRECTORS

Current Governors of the School who are Trustees of the Charity and Directors of the Company and who served during the year (except as noted) are:

- David Buckley (Chairman)
- * Geoffrey Richards (Vice Chairman)
  Dominic Benthall
- * Lord Blackwell
  Kate Costeloe
  Hilary Cowan (appointed 30 November 2021)
- * Jonathan Deakin
- * John Everett
- * Andrew Hunter Johnston
  Anna Joseph (resigned 30 November 2020)
- * John Pagella
  Alice Phillips
  Vanessa Richards
  Veronica Wadley
  Jonathan Willcocks

* Members of the Finance and General Purposes Committee

Governors serve for a term of four years and may be re-elected for a further two terms.

REGISTERED OFFICE	Millfield Cobham Road Stoke D'Abernon Cobham Surrey KT11 3QQ 01932 584795 admin@menuhinschool.co.uk www.menuhinschool.co.uk
COMPANY NUMBER	00818389
CHARITY NUMBER	312010
PRESIDENT	Daniel Barenboim KBE
CO-PRESIDENT	Tasmin Little OBE
VICE PRESIDENTS	Barbara R D Fisher OBE The Hon. Mrs Zamira Menuhin Benthall
GOVERNORS EMERITUS	Daniel Hodson Anne Simor
MUSICAL PATRONS	Steven Isserlis CBE Robert Levin Sir András Schiff

HEAD	Benjamin Gudgeon
DIRECTOR OF MUSIC	Ashley Wass
DIRECTOR OF STUDIES	David Bruce
DEVELOPMENT DIRECTOR	Alix de Mauny
FINANCE DIRECTOR	Shelley Twitchin MMus PGDip ACCA (Appointed 25 August 2021) Jacqueline Whittingham BScEcon MScFin (Resigned 25 August 2021)
AUDITORS	Moore Kingston Smith LLP Devonshire House 60 Goswell Road London EC1M 7AD
BANKERS	Lloyds Bank plc 39 Threadneedle Street London EC2R 8AU
INSURANCE BROKERS	Marsh Capital House 1-5 Perrymount Road Haywards Heath West Sussex RH16 3SY Aston Lark Limited Ibex House 42-47 Minories London EC3N 1DY
INVESTMENT MANAGERS	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

GOVERNORS' REPORT (INCORPORATING A STRATEGIC REPORT)

The Governors present their annual report and financial statements for the year ended 31 August 2021.

The Governors of the School who are also Trustees of the Charity and Directors of the company have pleasure in presenting their strategic report and financial statements for the year ended 31 August 2021. The financial statements comply with current statutory requirements, the Articles of Association and the 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 (the FRS 102 Charities SORP).

REFERENCE AND ADMINISTRATIVE INFORMATION

The Yehudi Menuhin School was originally founded in 1963 by celebrated violinist Yehudi Menuhin as a charitable trust. The Yehudi Menuhin School Ltd, a company limited by guarantee (company number 00818389) and a registered charity (charity number 312010) was incorporated in September 1964. The liability of its Members in the event of the Company being wound up is limited to a sum of £1 each. The School is governed by its Articles of Association, updated in 2017.

GROUP STRUCTURE AND RELATIONSHIPS

The accounts include the results of The Friends of The Yehudi Menuhin School (registered charity number 312010-2). It raised funds from its members to donate to the school, and is governed by its Board.

A wholly owned non-charitable subsidiary, YMS Enterprises Limited, was established and incorporated on 17 December 2008 as a company limited by guarantee (company number 06775727). The company oversees the School's trading activities, and is governed by its Board. A further non-charitable subsidiary, YMS China Limited was established in December 2018 to promote the principles and ethos of the Yehudi Menuhin School in China by providing advisory services and granting rights. It oversees the School's activities in China, and is governed by its Board.

The subsidiaries results are consolidated with the School's financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING BODY

Responsibility for the overall management and organisation of the School rests with the Governors, who meet at least on a termly basis. They are supported in carrying out their responsibilities by several committees and sub-committees. The Development Committee and the Finance and General Purposes (F&GP) Committee meet a few weeks before each of the termly meetings of the Council of Governors. The F&GP Committee is supported by sub-committees responsible for the overview of Risk Management, Investments, Audit and Remuneration. The Education Committee meets twice yearly, and a Nominations Committee meets to oversee the selection and appointment of new Governors when required.

The task of running the School on a day-to-day basis is the responsibility of the Head and he is fully supported by the members of the Leadership Team.

Remuneration of the Leadership Team is set according to market rates, the level of skills and experience required to deliver the roles, and affordability. The Remuneration Committee reviews the salaries for the Leadership Team and Head.

RECRUITMENT AND TRAINING OF GOVERNORS

Governors are appointed at Council Meetings or by written resolution on the basis of full discussions by the Council and/or advice from the Nominations Committee. A skills register of all Governors is maintained and regularly reviewed to ensure that the Council has the necessary breadth, scope and expertise to support the school. New Governors are provided with induction material, and all Governors are informed of relevant training courses offered by various professional bodies (AGBIS, ISBA etc.) and encouraged to attend.

LEADERSHIP

There were further changes to the Leadership Team this year. Joanne Field left in the Spring Term 2021 and Melanie Bloor-Black was appointed to succeed her as Head of Pastoral Care from September 2021. Jacquie Whittingham remained in position as Interim Bursar for the year while Shelley Twitchin returned from maternity leave part time in the role of Director of Strategy and Special Projects.

OBJECTS, AIMS, OBJECTIVES AND ACTIVITIES

PRINCIPAL ACTIVITY

The School provides a specialist education to boys and girls aged 8 to 19 years with a specific and exceptional talent for music and facility on a stringed instrument (principal study: violin, viola, cello, double bass, guitar) or piano. The School accepts both boarding and day pupils, although the majority of pupils are boarders. Selection for a place at the School is based on musical potential and fit with the School's ethos and educational model, as assessed during the School's rigorous audition process. The School aims to offer places regardless of the financial circumstances of the applicant. It is inevitable that the provision of world-class education and training in music is costly given the high teacher: pupil ratio, with many lessons being one to one or even with two teachers working with one pupil. The Governors recognise the great efforts made by many parents in meeting these costs and the vital importance of funding by the UK Government's Music and Dance Scheme and donors to the School.

PUBLIC BENEFIT

The Governors confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the general and sub-sector guidance issued by the Charity Commission on public benefit. The charitable purpose of the School within the meaning of the Act is enshrined within its Objects, as stated below.

The Governors ensure that this charitable purpose is carried out for the public benefit by working to make sure wherever possible that such specialist education and training is available to many of those who are sufficiently talented and would benefit from the activities of the School, irrespective of financial circumstances. In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

Public benefit is not just provided to the pupils at the School. The section in this Report headed 'Community engagement and outreach' summarises many other projects and events carried out within the local community, nationally and internationally, in accordance with the Objects of the School, e.g. opportunities for children to learn and perform music, pupils' concerts at care and nursing homes, assistance to local music teachers and opportunities for amateur musicians of all ages to perform in the School's Menuhin Hall. During the 2020-21 academic year (predominantly during the Summer Festival), around 400 primary school pupils, whose access to music education is limited, benefited from the School's outreach activities.

CHARITABLE OBJECTS

The Objects of the charity are to provide and advance a general and specialised education and training of the highest order in music and the performing arts by means of a boarding and day school in the United Kingdom, where children from any part of the world with exceptional musical talent may be educated. The Objects include generally fostering music and the arts and general education of children by the provision of courses at the School throughout the year.

OBJECTIVES

The School's objectives for 2020-2021 were:

- To provide a world-class musical education
- To provide a solid all-round academic, artistic, physical and moral education
- To provide an environment where each pupil can develop musically, academically and socially, so that they are confident and able to follow their chosen path when they leave school

- To encourage pupils to contribute to school life and to the wider community, through volunteering and outreach
- To provide first-class staff
- To provide excellent facilities for music and general education and for pupils' pastoral care and welfare
- To provide access to the school to talented pupils through the Department for Education's Music and Dance Scheme, which covers school fees on a means-tested basis
- To provide bursaries to support those unable to pay the full fees who are ineligible for MDS funding or for whom no place is available due to the overall limit on MDS places
- To provide additional financial support through the school's Student Hardship Fund, on a means-tested basis, to allow pupils to take advantage of additional opportunities such as masterclasses, summer courses and competitions
- To raise funds through philanthropic donations and sponsorship and from activities undertaken by the school's trading subsidiary, YMS Enterprises Limited, in support of our charitable objects
- To invest in the long-term future of the school.

The School's achievement of its objectives is evidenced by pupil performance and learning outcomes. The School's commitment to access for talented pupils of all backgrounds is evidenced by consistent, ongoing, means tested financial support to 90% of pupils via MDS or school bursaries. The School's financial performance is evidenced by performance against budget, as well as percentage increases and decreases in both revenues and costs. These measures are shown in the Financial Review section of this report.

ACHIEVEMENTS AND PERFORMANCE

'A first-class all-round education, with music at its heart'

The Governors are delighted to report that the School continued to perform at the highest level in every area over the last year.

MUSICAL HIGHLIGHTS

Despite the impacts of Covid-19, the School ran a busy programme of musical activities in the 2020-21 academic year.

Although the public were unable to attend the vast majority of events held at the Menuhin Hall, a regular series of concerts was programmed throughout the year, and the students proved to be a wonderfully warm and supportive audience to each other. Performances were also frequently recorded and streamed, ensuring that the School retained a meaningful engagement with external supporters.

A notable addition to the School's activities was the introduction of a musical advent calendar, filmed and recorded by students and staff onsite, and distributed widely amongst the extended YMS community and beyond. This proved to be a successful venture, showcasing the pupils' talents as both performers and arrangers, and generating additional interest and support from the public.

A slight relaxing of government rules meant that a small but appreciative public audience was permitted to attend the School's annual Winter Festival. In addition to a number of chamber music performances, the Director of Music collaborated with student pianists in an arrangement of The Nutcracker and a senior student led the orchestra in a conductor-less rendition of Tchaikovsky's Op. 42, with Coco Tomita as soloist.

The Spring Term saw teaching move online once again and the opportunity was taken to explore group classes and seminars on subjects such as performance psychology, general life skills and rehearsal practice. The Perks brothers created and delivered a series of live podcasts in which pieces of the chamber repertoire were used as starting points for in-depth musical discussions, and Miho Kawashima curated a series of illuminating interviews with YMS alumni.

The School's chamber music programme developed apace and grew such that every student was soon involved in ensemble work, either in fixed (and coached) groups, or in Saturday morning 'reading sessions', in which pupils were placed in ad hoc groups and given repertoire through which they were asked to sight-read.

External engagements were again in relatively short supply due to the ongoing pandemic, but several recorded performances were shared with promoters and festivals. A new partnership was established with Kings Place, who will now host the School's annual Leavers' Concert. This event has been incorporated within a vastly extended Summer Festival, which this year played host to nearly 30 events of various types, from traditional mixed recitals, to chamber music and composition showcases, a student collaboration with the pianist, Charles Owen, cross-genre concerts featuring words written by our junior students and set to music, creative projects with a mime artist and a children's television presenter, and an orchestral concert featuring music by Tchaikovsky, Grieg, Tippett and Arnold.

Once again, there were a number of notable competition successes. Four of our bass players completed a clean sweep of prizes at the 4th Violin Doc International Online Festival, Claire Wang won 1st Prize in the Kings Peak International Music Competition, Alix Vaillot won 1st Prize in the 95th International Leopold Bellan Competition and Yume Tomita won 1st Prize and the Audience Prize at the Il Piccolo Violino Magico International Violin Competition.

The Virtual Menuhin School was soft-launched during the 2020-21 academic year. This provision has been created to connect with talented young musicians around the world, enabling them to develop an understanding of the YMS ethos and expectations through practical and academic music lessons delivered online, as well as promoting integration into the school community through attendance of Morning Meetings, concerts and other events, and group sessions with our current full-time students.

BOARDING PROVISION

The school's boarding community and pastoral care support our pupils' musical, academic and social development. The School has two separate boarding houses (Harris and Music House), at present accommodating 33 boys, and 35 girls. We offer full or weekly boarding and presently 11 of our 80 pupils are day pupils.

Each house has a live-in Housemistress (Director of Pastoral Care) or Housemaster (Head of Boarding) and Assistant Houseparent who work full time and are solely dedicated to their boarding role. Two other staff members live on site, supporting the team and undertaking one or two evening shifts per week. Music House has a Day Matron and Harris House has additional support from staff who work both in the boarding house as well as part of the wider school community. There is always a Designated Safeguarding Lead or a deputy on site and a member of the Leadership team is available for any necessary support, including out of hours and at weekends.

The houses proactively cultivate a family feel and the pupils often refer to school as their 'other home'. Younger pupils look up to the older ones as they would siblings, and older pupils frequently voice that they take pleasure in guiding the younger pupils both musically and morally. The community extends across the houses; there is no great divide between boys and girls.

One of the most important aspects of boarding is to ensure that there is enough 'down time' and that the pupils have protected time in which they can properly rest. Their days are long and physically tiring, and so time away from their instruments is vital. To this end the school offers weekly yoga, dance and free swim sessions during the week, as well as trips to Sainsburys on a Friday evening. Weekends provide a good opportunity for students to relax and take part in extracurricular activities, if they would like to. This could be anything from trips to Cobham, baking or a craft activity, to playing football, walking in local areas of outstanding beauty, or local areas of interest, crazy golf or sushi making and pizza and waffle movie nights to name just a few. These trips and activities are free to attend and open to all ages, and a good mix of pupils regularly attend.

The close-knit boarding environment lends itself to staff being able to observe and support social development amongst the pupils. They learn the importance of listening to others, whilst being able to challenge and discuss differing opinions. They learn how to harmoniously share living space and they are encouraged to be kind and tolerant of each other's differences. The houses promote an all-inclusive ideology where everyone has equal worth and has the opportunity to speak their mind, without fear of reproach or judgement.

As the pupils move through the school, they are given more responsibility and opportunities to develop as responsible young adults. They may mentor a younger pupil, or help to host a Friends' reception, where they meet donors and visitors to the school. They are expected to speak with confidence at these events, and it forms an important part of their training in self-promotion and presence, crucial for future success at Conservatoire or the stage.

LEAVERS' DESTINATIONS

Graduating pupils left to continue their studies at the conservatoires and universities of their choice: The Royal College of Music (4), the Royal Academy of Music, the Universitat der Kunste in Vienna (2), the Hochschule für Musik Hanns Eisler (Berlin), the Royal Scottish Academy in Glasgow, New England Conservatory in Boston and Kings College London.

ACADEMIC ACHIEVEMENTS

On the academic front, pupils continued to perform exceptionally well. In June 2021, pupils achieved a record 53% A* grades at A level (2020 50%), with 71% A*-A, 95% A*-C and 100% A*-E. At GCSE, pupils achieved 63% 8/9 (A*) (2020 44%), 71% 9-7 (A*-A and 100% 9-4 (A*-C).

EXTRA-CURRICULAR ACTIVITIES

The Duke of Edinburgh Award Scheme continued to be popular, with pupils signed up for Gold, Silver and Bronze categories. There were a number of expeditions to various parts of the UK including the North Downs, the Surrey Hills and the Lake District. The Brackenbury Art Show was postponed this year due to the pandemic. However, this was replaced with a smaller photography competition and a number of small prizes were awarded. Our annual activities day took place on site this year and included a wide range of exciting events including Laser Tag, an inflatable obstacle course, and a falconry display.

COMMUNITY ENGAGEMENT AND OUTREACH

Outreach is central to our ethos, and we are constantly developing our community engagement programme to ensure that the School serves the broader community to the best of its abilities. To support the expansion of the School's outreach activities we have appointed Keelan Carew to drive forward and explore new initiatives, diversifying our engagement, nurturing new contacts and placing Outreach at the heart of school life.

Much of our Outreach work was curtailed until early summer 2021 because of the pandemic, although we continued to make performances available on-line to appropriate audiences. However, we were able to celebrate the eventual release from lockdown during our Summer Festival with a number of events. These included:

- A Family Day workshop aimed at young children with little previous musical knowledge, which was led by Keelan Carew with the assistance of several students. About 70 families were involved in the event.
- Three concerts based on fairytales, with music performed by small groups of students, with scripts written by different groups and narrated by CBBC favourite Chris Jarvis. These concerts also included performances by mime artist Les Bubb.
- Two concerts for local primary school children, introduced by Keelan Carew, which showcased performances by a number of different instruments and ensembles; this reached around 180 children.
- The school hosted two 'Singing Picnics' led by Surrey Music Hub, which were attended by around 200 children.
- A childrens' concert during Piano Day, during which the team of pianists performed Chopin Etudes accompanying the silent film The Magic Piano.

Tickets were free for all events to under-18s.

In a departure from usual practice, a team of senior students went 'busking' in Cobham and Guildford on a Saturday in June, bringing classical music to people who would probably never have come to a concert hall. A pair of free concerts were given in Epsom Playhouse at the beginning of July to encourage Epsom residents to come back into the Playhouse – as well as hearing live classical music for the first time in a long time. The school had not played there before, so it was a new venture in several ways.

SECURING FUNDING OF PUPILS' FEES FROM THE DEPARTMENT FOR EDUCATION

The school seeks to offer a significant number of places each year through the Department for Education's Music and Dance Scheme (MDS), which supports pupils who could not otherwise afford the fees. In 2020-21, the School secured 61 places (2019-20: 61 places) from MDS, which were utilised to the fullest extent possible during the academic year. The MDS funding resulted in a total of £2,179,165 (2019-20 £2,260,260) being paid directly to the School from Government.

PHILANTHROPIC SUPPORT- PROVIDING TALENTED YOUNG MUSICIANS WITH THE OPPORTUNITY OF A LIFETIME

Philanthropy continues to play a vital part in the life of The Yehudi Menuhin School and we are indebted to the many individuals and institutions who helped us to fulfil our charitable objectives over a challenging financial year.

BURSARIES; ENSURING ACCESS FOR ALL

In keeping with the School's mission of 'enabling children with potentially outstanding musical talent to attend the School, irrespective of their income, background, creed or country of origin,' the School offers additional financial support to students who fall outside the residency criteria for MDS, or for whom there is no place available. After applying uniform means-testing, the School looks to its vital bursaries to make up the shortfall in fees, allowing promising students from all backgrounds to access the School's world-class music and academic education.

Many individuals, trusts and foundations contributed to this Fund and we wish to recognise in particular the Holder Family Scholarships, Mr Ronald and the Hon Mrs Rita McAulay, the Audrey Wilson Charitable Settlement, the Willow Trust and the Behrens Foundation, as well as others who have made significant contributions and wish to remain anonymous. We are also deeply grateful for a substantial legacy in support of bursaries, left to YMS by the late Mrs Nancy Wolfers.

OTHER RESTRICTED FUNDS

In line with the School's fundraising priorities, the Development Department devoted significant time to securing funding for the School's core costs over the year.

Oak Foundation provided the first year of a five-year grant in support of the Director of Music role. The Audrey Wilson Charitable Settlement provided support to the renovation of the health centre. Another charitable trust (who wish to remain anonymous) provided funding for an expansion in our chamber music tuition.

With the ongoing pandemic, all learning was moved online for much of the year. A number of donors responded generously to our appeal to purchase high quality tablets for loaning to students, which helped us to ensure that no pupil lost out on their education due to the pandemic. We also received a grant from a local supporter to purchase two practice pianos, in line with our aims to renew the oldest instruments on a rolling basis.

We were also deeply grateful for the support of the Culture Recovery Fund, delivered by Arts Council England, and using funds provided by the Department for Digital, Culture, Media and Sport, who provided a lifeline to The Menuhin Hall during this critical year. The Humphrey Richardson Taylor Trust also provided funding for vital camera and other technical equipment in The Menuhin Hall, which allowed us to livestream concerts throughout the multiple lockdowns.

SUPPORTING OUR ANNUAL FUND

Members of the Menuhin Circle commit to supporting the School's Annual Fund for a minimum of three years, which enables us to spend funds where they are most needed. Membership of the Circle continued to grow over the year despite the fact that we were unable to gather our members together in person.

We launched our first musical advent calendar in support of our Annual Fund and were also fortunate to receive two unrestricted legacies, one from a Friend of the School. The Elizabeth Frankland Moore and Star Foundation and the Sutasoma Trust also provided unrestricted funding to the School.

FRIENDS OF YEHUDI MENUHIN SCHOOL

The School has a linked charity, The Friends of Yehudi Menuhin School, who undertake their own fundraising activities for the School, and who generously donated £35,000 (2019-20: £40,000) in 2020-21. The Friends contributed to the Bursary Fund and the Virtual Menuhin School Bursary Fund, as well as providing support for instruments, pupil technology and outdoor equipment.

Our Friends traditionally provide our pupils with a highly supportive audience at The Menuhin Hall and are a deeply appreciated part of the YMS 'family'. While we were unable to host our Friends on site for much of the year, we organised a number of online initiatives in order to stay connected and continue to share our music-making.

FUTURE FUNDRAISING PRIORITIES

The School will continue to devote considerable effort to raising money for bursaries and other support for pupils, as well as further seeking to cover core costs, in particular salaries.

OUR APPROACH TO FUNDRAISING:

The School believes that fundraising should be an open, honest and respectful process. We aim to build and maintain solid partnerships with our supporters and donors, based on mutual understanding and shared values. In developing our approach to fundraising we have taken account of the Code of Fundraising Practice issued by the Fundraising Regulator, and have voluntarily paid the Fundraising Levy. We abide by the Fundraising Promise, as outlined in the Code of Practice, and have internal procedures in place to protect vulnerable people and other members of the public from behaviour which is an unreasonable intrusion on a person's privacy or is unreasonably persistent, or places undue pressure on a person to give money or other property. The School operates with an internal fundraising team and did not outsource any of its fundraising activities to external parties during the financial year.

The School's Privacy Policy, published on our website, clearly states what personal data the School will hold in relation to supporters and how this data will be used. The School's Fundraising Complaints Procedure, published on our website, outlines how to make a complaint about our fundraising activities. The School has received no complaints about its fundraising activities either during the financial year or subsequently.

PLANS FOR FUTURE PERIODS

The Governors and Leadership Team have identified a number of areas to develop within the School to maintain its reputation as a world leader in music education, providing the highest quality of instrumental training combined with a first-class academic curriculum under one roof. This encompasses continuing to improve the curriculum and standard of education offered to ensure pupils are well-equipped for a changing world and musical landscape; widening access to the School's expertise among the local community and on international fronts, and across an increased age range; improvements to teaching, learning and living facilities for current and future pupils as well as for staff; and ensuring that financial support is available for gifted pupils to attend the School.

To achieve those ends, the School has identified a need for strong international relationships; high-quality, modern facilities for its students, educators and staff; investment in technology for teaching, learning, and business; and a diverse range of income and funding sources, capitalising on current assets and international brand reputation. These strategic goals will be phased over the next 3 – 5 years, with 2021 being a year of consolidation and planning. The leadership team has engaged all members of the school community (pupils, parents, staff and alumni) and also key external stakeholders, in an extensive and comprehensive consultation programme, which will feed into detailed plans for the School's next strategic review.

In August 2019, the School announced the setting up of its first international music school, to be located in Qingdao, China. YMS will work with the Qingdao Urban Construction Group to bring its unique model for music education to the Far East. The opening is planned for 2022-23 and the School has now appointed a founding Headmistress and Director of Music. These post holders will work very closely with YMS to ensure that Yehudi Menuhin's vision and ethos will run through every area of the new institution. There will be opportunities for teacher and pupil exchange, which will benefit both current and future pupils, and UK staff will visit regularly to carry out inspections to make certain that the new school is adhering to the ideals of its British parent school.

YMS will contribute The Yehudi Menuhin School name and expertise in setting up and running a specialist music school within a holistic academic environment.

The School also sees a need to expand its music teaching and practice facilities; to provide additional, upgraded accommodation for female boarders; and to increase its capacity for administrative and support staff. The School has aspirations to develop its existing site to meet these needs, by repurposing its buildings for future use.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

INCOME AND EXPENDITURE

The School benefited from donations and legacy income in year amounting to £977,254, a decrease from £1,920,252 in 2019-20 which had included a significant legacy. The School received £318,562 of legacies in the year, £191,553 of which were restricted to bursaries. The surplus for the year before net gains on investments was £165,353 (2019-20: £907,251).

The total income decreased by 14.5% (2019-20: 16.3%) to £4,776,161 (2019-20: £5,451,757) as a result of the decrease in donations and legacies. The Governors are grateful for the £74,761 from trading activities in YMS Enterprises Limited (2019-20: £51,428), and the £172,514 from activities in YMS China Limited that is paid to The Yehudi Menuhin School Limited in the form of a Gift Aid donation (2019-20: £60,711). Total expenditure decreased by 1.4% (2019-20: 11.4% decrease) to £4,610,809 (2019-209: £4,677,359).

Total balance sheet funds of £25,027,456 are described in detail in note 19 to the accounts. The majority of these funds are for the buildings of the School itself, the instruments that are required for teaching and learning and the bursary funds to support pupils to attend the School. Endowment funds amounting to £8,589,212 are capital in nature and the income is used both for core expenditure and to fund bursaries. A further £1,358,322 are restricted funds which can only be used for the specific purposes determined by the donors. Of this amount £1,266,950 is for the purposes of providing bursaries to support pupils who would otherwise be unable to attend the School.

FIXED ASSETS - INVESTMENTS

Under the Articles of Association, funds may be invested in any security, other investment or property situated anywhere in the world. The Governors have delegated the management of the investments to Sarasin & Partners LLP.

The aim of the Governors is to maintain real capital growth while producing an income of 3.4% per annum or more from a portfolio of investments, both equities and fixed interest securities, property fund and cash deposits.

At year end the School held investments valued at £9,767,490 (2020 £8,804,972). The fund valuation includes an unrealised gain in the year of £991,539 (2020 £451,223).

PENSIONS

The School employees are members of one of two pension schemes: The Teachers' Pension Scheme and The People's Pension.

RESERVES POLICY AND GOING CONCERN

The School holds £2,378,759 in Permanent Endowments and £6,210,453 in Expendable Endowments. The Governors are required to hold the capital in the permanent endowment and therefore are unable to convert it to income. However, income from the fund is included in Restricted Funds (Note 19) and used for bursaries. Governors have the authority to convert the expendable endowment into income to support School activities. The income arising from this fund is included in the General Reserve. Details can be found in Note 19 to the accounts.

The Restricted Fund amounts to £1,358,322 (2019-20: £1,655,564) Details are in Note 19 to these Accounts.

In line with Charity Commission guidance that a Charity should maintain adequate reserves to ensure its ability to deliver its charitable objectives, the School holds unrestricted reserves for a number of purposes which are set out

in Note 19 to the financial statements. Unrestricted reserves are those funds available to provide adequate working capital for the School to ensure it can meet its operational expenditure obligations as they fall due.

The School's General Reserve Policy is to aim to hold approximately four months' expenditure excluding depreciation, which amounts to an estimate of £1,222,000 as free reserves in a cash or liquid form. The General Reserves fluctuate during the School year and are at their lowest at the school year end, 31 August. At 31 August 2021 the general reserve was £1,401,015 (2019-20: £1,057,267).

PRINCIPAL RISKS AND UNCERTAINTIES

The Governors continue to keep the School's activities under review and monitor performance, with particular regard to any major risks which may arise.

The Governors' Risk Management Sub-Committee assesses and categorises the risks which the School is, or may become, exposed to in order to ensure that there are satisfactory systems established to manage those risks. A review of risks and the risk register is a routine item on the agenda of all Committee and Council meetings in order to ensure that the process is regularly reviewed and updated.

The main risks to the future of the School are the reduction or withdrawal of the funding for the places supported by the Department for Education under the UK Government Music and Dance Scheme (MDS), the withdrawal of charitable status from independent schools, the impact of Brexit on European pupil study in the UK and the wider arts landscape, and the impact to the School of the Covid-19 pandemic. The School keeps the risk of the withdrawal or reduction of MDS funding under constant review. The implications to the school of the Covid-19 pandemic include, inter alia: loss of revenue resulting from the inability of the school to support UK or overseas pupils with their musical or academic studies; loss of revenue resulting from the closure of the Menuhin Hall to public events; loss of philanthropic income; closure or part closure of the school, or a reduction in its teaching capacity resulting either from an unplanned outbreak of the virus or the inability of staff who are self- isolating to teach; and changes in government regulations resulting in outcomes for the school that are difficult to predict. To manage these risks, the Governors are regularly updated on the status of the School in respect of Covid-19, its risk management, and related matters.

AUDITORS

Moore Kingston Smith LLP has expressed their willingness to continue as auditors for the next financial year.

GOVERNORS' RESPONSIBILITIES STATEMENT

The Governors (who are also directors of the charitable company for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the Governors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 charitable company and of the profit or loss of the charitable company for that period. In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards 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 company will continue in business.

The Governors 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.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as each person who was a Governor at the date of approving this report is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the Governors individually have taken all the necessary steps that they ought to have taken as Governors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Council of Governors at its meeting on 30 November 2021 and signed on its behalf by:

David Buckley
Chairman of Governors

Opinion

We have audited the financial statements of The Yehudi Menuhin School Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 August 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Parent Charitable Company Balance Sheets, the Consolidated Cash Flow Statement and notes to the financial statements, including 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 the parent charitable company's affairs as at 31 August 2021 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 Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained in the annual report. 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.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in [the strategic report or] the trustees' annual report.

We have nothing to report in respect of the following matters where the 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's 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: or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a Strategic Report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, 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 and 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 parent charitable company or to cease operations, or have no realistic alternative but to do so.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group and parent charitable company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.

- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.

- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.

- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

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 the 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.

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 which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Moore Kingston Smith LLP

Neil Finlayson (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

Devonshire House
60 Goswell Road
London
EC1M 7AD

The Yehudi Menuhin School Limited

STATEMENT OF FINANCIAL ACTIVITIES
(including the income and expenditure statement)
for the year ended 31 August 2021

	Notes	Unrestricted funds £	Restricted funds £	Endowment fund £	**Total 2021 £**	Total 2020 £
INCOME FROM:						
Charitable Activities						
School fees	3	3,064,651	-	-	**3,064,651**	3,065,980
Other educational income	4	-	-	-	**-**	-
Other income						
Other trading income	4	425,379	-	-	**425,379**	331,308
Other activities		55,236	-	-	**55,236**	4,553
Investments	5					
Investment Income		168,754	84,887	-	**253,641**	262,517
Voluntary sources	6					
Grants and donations		347,677	609,577	20,000	**977,254**	1,920,252
Total income and endowments		4,061,697	694,464	20,000	**4,776,161**	5,584,610
EXPENDITURE ON:						
Costs of raising funds	7					
Fundraising and development		177,081	-	-	**177,081**	208,596
Other trading costs		335,458	-	-	**335,458**	343,321
Other expenditure		483	-	-	**483**	4,638
Charitable activities	7					
Education		3,860,531	188,237	49,019	**4,097,787**	4,120,804
Total expenditure	7	4,373,553	188,237	49,019	**4,610,809**	4,677,359
Net operating income/(expenditure)		(311,856)	506,227	(29,019)	**165,353**	907,251
Net gains on investments	13	-	-	991,539	**991,539**	451,223
Net income/(expenditure)		(311,856)	506,227	962,520	**1,156,892**	1,358,474
Transfer between funds	18	803,469	(803,469)	-	**-**	-
Net movement in funds		491,614	(297,242)	962,520	**1,156,892**	1,358,474
Fund balances brought forward		14,588,308	1,655,564	7,626,692	**23,870,564**	22,512,090
Fund balances carried forward	19, 20	15,079,922	1,358,322	8,589,212	**25,027,456**	23,870,564

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

The Yehudi Menuhin School Limited

BALANCE SHEET

as at 31 August 2021

	Notes	2021 Group £	2020 Group £	2021 School £	2020 School £
FIXED ASSETS					
Tangible assets	12	**13,620,983**	13,473,115	**13,620,983**	13,473,115
Investments	13	**9,767,490**	8,804,972	**9,767,490**	8,804,972
		23,388,473	22,278,087	**23,388,473**	22,278,087
CURRENT ASSETS					
Stocks	14	**2,509**	3,685	**2,509**	3,685
Debtors	15	**298,877**	1,026,917	**547,659**	1,128,623
Cash at bank and in hand		**2,259,921**	1,881,673	**1,994,874**	1,509,826
		2,561,307	2,912,275	**2,545,042**	2,642,134
CREDITORS: Amounts falling due within one year	16	**(530,657)**	(828,131)	**(514,392)**	(557,990)
NET CURRENT ASSETS/(LIABILITIES)		**2,030,650**	2,084,144	**2,030,650**	2,084,144
TOTAL ASSETS LESS CURRENT LIABILITIES		**25,419,123**	24,362,231	**25,419,123**	24,362,231
CREDITORS: Amounts falling due after more than one year	17	**(391,667)**	(491,667)	**(391,667)**	(491,667)
Provisions for liabilities and charges		**-**	-	**-**	-
NET ASSETS		**25,027,456**	23,870,564	**25,027,456**	23,870,564
FUNDS					
Restricted funds	18	**1,358,322**	1,655,564	**1,358,322**	1,655,564
Unrestricted funds – general	18	**1,401,015**	1,057,267	**1,401,015**	1,057,267
Unrestricted funds – designated	18	**57,924**	57,924	**57,924**	57,924
Fixed asset fund	18	**13,620,983**	13,473,117	**13,620,983**	13,473,117
Endowment fund	18	**8,589,212**	7,626,692	**8,589,212**	7,626,692
		25,027,456	23,870,564	**25,027,456**	23,870,564

The School has taken the exemption under Companies Act 2006 s.408 to omit its profit and loss account from the statutory group accounts. The Total Income for The School during the year ended 31 August 2021 was £4,643,843 (2020: £5,451,757) and Net Income during the year ended 31 August 2021 was £1,156,892 (2020: £1,375,877).

Approved and authorised for issue by the Board of Governors on 30/11/21 and signed on their behalf by:

David Buckley
Chairman of the Board of Governors

The accompanying notes form part of these financial statements.
Company Number: 00818389

The Yehudi Menuhin School Limited

CASHFLOW STATEMENT

for the year ended 31 August 2021

CASH FLOW STATEMENT	Notes	2021 £	2020 £
Net cash inflow from operating activities	23	748,408	588,976
Cash flows from investing activities:			
Bank interest received		253,641	262,517
Payments to acquire fixed assets		(627,005)	(79,143)
Sale proceeds from disposal of fixed assets		43,958	-
Payments to acquire investments		(20,000)	(21,601)
Net cash outflow from investing activities		(349,406)	161,773
Financing:			
Loans received		-	500,000
Loans repaid		(8,333)	-
Net cash outflow from financing activities		(8,333)	500,000
Increase/(decrease) in cash		390,669	1,250,749
Cash and cash equivalents at the beginning of the reporting period		1,891,729	640,980
Cash and cash equivalents at the end of the reporting period		2,282,398	1,891,729
Cash at bank and on hand		2,259,921	1,881,673
Investments		22,477	10,056
		2,282,398	1,891,729

The Yehudi Menuhin School Limited

ACCOUNTING POLICIES

for the year ended 31 August 2021

1 ACCOUNTING POLICIES

The Yehudi Menuhin School Limited is a charitable company limited by guarantee with registered number 00818389, registered in England and Wales. Its registered office is Millfield, Cobham Road, Stoke D'Abernon, Cobham, Surrey, KT11 3QQ.

1.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The School and its subsidiaries are a public benefit entity for the purposes of FRS 102 and therefore the School also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

These financial statements are prepared on the going concern basis, under the historical cost convention as modified by the revaluation of investments and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Basis of consolidation

The Group comprise The Yehudi Menuhin School Limited, YMS Enterprises and YMS China Limited. The assets, liabilities and results of the wholly owned subsidiary companies, YMS Enterprises and YMS China Limited, are consolidated into these financial statements. Summarised details of the subsidiary companies are set out in Note 25 and 26. All activities as per Consolidated Statement of Financial Activities (SOFA) relate to continuing operations.

1.2 GOING CONCERN

The Governors have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable group to continue as a going concern. The governors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the governors have considered the charitable group's forecasts and projections and have taken account of pressures on fee income, particularly in the light of the impact of the COVID-19 pandemic. After making enquiries the governors have concluded that there is a reasonable expectation that the charitable group has adequate resources to continue in operational existence for the foreseeable future.

As such the School can expect to be able to meet its liabilities as they fall due in the period of at least 12 months from the date of approval of these accounts. However, there can be no certainty in relation to these matters.

On this basis the Governors have concluded that the School is a going concern. The financial statements do not include any adjustments that would result in the school not being able to meet its liabilities as they fall due.

1.3 COMPANY LIMITED BY GUARANTEE

The charitable company is limited by guarantee to the extent of £1 each from the guarantors at the present time, being the Governors of The School.

1.4 FEES RECEIVABLE AND SIMILAR INCOME

Fees receivable comprise tuition fees paid by parents, grants towards fees from the Department for Education through the Music and Dance Scheme and the parental contributions. Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided.

1.5 GOVERNMENT GRANTS RECEIVABLE

Government grants received in respect of pupils' fees and other grants are included within income in the year to which they relate.

1.6 BURSARY FUNDS

The School receives some of its income primarily for the provision of scholarships, bursaries and prizes. These amounts are held within restricted funds.

1.7 DONATIONS AND LEGACIES

Donations receivable for the general purpose of the Charity are credited to 'unrestricted funds'. Donations for purposes restricted by the wishes of the donor are taken to 'restricted funds' where these wishes are legally binding on the governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as 'endowments' — permanent or expendable according to the nature of the restriction.

Legacies are recognised when there is adequate certainty and reliability of receipt and their value can be accurately measured.

1.8 RESOURCES EXPENDED

Expenditure is classified under the two principal categories of Raising Funds and Charitable Activities rather than the type of expense, in order to provide more useful information to users of the financial statements.

Expenditure on Raising Funds includes the costs incurred in generating voluntary income, for example, donations and legacies. Charitable Activities comprise direct expenditure including direct staff costs attributable to the activity. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with use of the resources. Governance costs include the costs now being apportioned to charitable activities incurred for compliance with constitutional and statutory requirements.

1.9 VALUE ADDED TAX

The School is not registered for Value Added Tax. All expenditure is therefore included under the expense headings to which it relates inclusive of any Value Added Tax.

1.10 TAXATION

The School is a registered Charity and is exempt from taxation on income arising from and expended on its charitable activities.

1.11 FIXED ASSETS AND DEPRECIATION

Freehold buildings are carried in the balance sheet at their cost less depreciation as the Governors consider it is not appropriate to apply a current value to such property. The cost of new buildings is added to fixed assets as it is incurred. Only purchases of assets over £5,000 are included as fixed assets.

String instruments are recognised in the accounts at either their original cost where this information is known, at an estimated valuation in 2002 where they were donated prior to 2002, or at an estimated valuation at the date of donation if this is after 2002.

String instruments are not depreciated as the quality of the instruments held is such that their likely useful life is in excess of 50 years.

Depreciation is provided on the cost or valuation of assets, over the estimated useful life of the assets. The rates of depreciation are as follows:

Assets under construction	- nil
Freehold Buildings	- 2% on cost
Furniture and Equipment	- 25% on cost
Motor Vehicles	- 25% reducing balance
Instruments - Pianos and	- over ten years
IT Software	- over three years
Assets held under finance	- over the term of the lease

Land is not depreciated and freehold buildings are only depreciated once brought into use.

1.12 STOCKS

Stocks are stated at the lower of cost or net realisable value.

1.13 PENSION COSTS

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the School. In accordance with FRS102, therefore, the scheme is accounted for as a defined contribution scheme.

All non-teaching staff are entitled to join a group personal pension scheme. The current scheme for the purpose of auto enrolment is The People's Pension a money purchase scheme.

1.14 INVESTMENTS

Investments are valued in the balance sheet at their mid-market value at the balance sheet date. The SOFA includes realised and unrealised gains and losses arising from the revaluation of the investments in the year.

Investment property is included in the financial statements at fair value, with any surplus or deficit on revaluation included as an unrealised gain or loss.

1.15 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

1.16 FINANCIAL INSTRUMENTS

The School has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the School's balance sheet when the School becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.19 EMPLOYEE BENEFITS

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when The School is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.20 FUNDS

Permanent Endowment — These are funds where the Governors are required to hold capital, as represented by the investments, and are not entitled to spend it. Income arising from these funds is included within restricted funds in accordance with the donors' wishes.

Expendable Endowment — These are capital funds where the Governors are entitled to disburse the capital as well as income arising from the invested funds.

Restricted — these are monies which have legal restrictions on their use where donors have specified the funds can only be spent on certain of the School's activities.

Unrestricted — General funds are available for use at the discretion of the Governors in furtherance of the School's general objectives. Designated funds are set aside out of general funds by the Governors, for particular purposes.

2 CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimate are considered by the Governors to have the most significant effect on amounts recognised in the financial statements.

i. Instrument valuation

String instruments are included in the accounts at original cost or an estimated value if donated prior to 2002 or an estimated value at date of donation after 2002. The values are sensitive to the condition of the instrument and external market factors.

ii. Depreciation

The annual depreciation charge for property, plant and equipment is sensitive to change in useful economic life and residual values of assets. These are reassessed annually.

iii. Valuation of investments

The value of investments reflects the movement of the stock and other markets and can therefore decrease as well as increase. The value of the investment property is dependent on factors affecting house prices in the United Kingdom, local market fluctuations and the impact of the Coronavirus pandemic.

3 FEE INCOME

The School's activities are carried out within the UK.	2021	2020
The school's fee income comprised:	£	£
Gross fees	3,714,659	3,712,177
Less: Covid fee rebates	(45,964)	(48,218)
Less: Scholarships and bursaries	(604,044)	(597,979)
	3,064,651	3,065,980

4 OTHER TRADING INCOME

	2021	2020
	£	£
Trading income - Unrestricted funds	480,615	418,679
	480,615	418,679

5 INVESTMENT INCOME

	2021	2020
	£	£
Unrestricted funds		
Interest receivable	201	896
Dividend income	168,553	174,230
Restricted funds		
Interest receivable	-	-
Dividend income	84,887	87,391
	253,641	262,517

6 DONATIONS AND GRANTS

	2021	2020
	£	£
Unrestricted funds	347,677	426,387
Restricted funds	609,577	1,483,865
Endowed funds	20,000	10,000
Donations and grants	977,254	1,920,252

Included within the above is an amount of £610k (2020: £901k) which relates to restricted income.

7 EXPENDITURE

	Staff costs (note 9)	Other	Depreciation	Total 2021
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	170,020	7,061	-	177,081
Direct trading expenditure costs	159,599	175,859	-	335,458
Other expenditure	-	483	-	483
	329,619	183,403	-	513,022
Charitable expenditure				
Teaching	1,847,835	84,216	67,711	1,999,762
Welfare	307,805	109,343	1,525	418,673
Premises and Estates	169,464	377,322	396,705	943,491
Administration	425,532	271,341	-	696,873
Governance	-	38,988	-	38,988
	2,750,636	881,210	465,941	4,097,787
Total Expenditure	3,080,255	881,210	465,941	4,610,809

	Staff costs	Other	Depreciation	Total 2020
	£	£	£	£
Costs of raising funds				
Direct fundraising costs	173,475	35,121	-	208,596
Direct trading expenditure costs	154,768	188,553	-	343,321
Other expenditure	-	4,638	-	4,638
	328,243	228,312	-	556,555
Charitable expenditure				
Teaching	1,852,340	77,528	67,853	1,997,721
Welfare and Catering	302,818	126,573	1,525	430,916
Premises	118,501	353,718	409,724	881,943
Administration	426,971	361,856	-	788,827
Governance	-	21,397	-	21,397
	2,700,630	941,072	479,102	4,120,804
Total expenditure	3,028,873	1,169,384	479,102	4,677,359

Other Governance Costs include:	2021 £	2020 £
Auditors' remuneration		
- Audit Fees	26,094	25,082
- Accountancy Fees	6,540	-
- under provision from previous year (accountancy fees)	5,173	-
- Other fees	5,803	-

8 STAFF COSTS

	2021 £	2020 £
Wages and salaries	2,087,532	2,068,153
Social security costs	206,325	212,948
Other pension costs	338,943	336,391
Other staff costs	447,455	454,347
	3,080,255	3,071,839

The average monthly number of employees during the year was as follows:	2021 No.	2020 No.
Teaching	29	21
Non-teaching	41	28
	70	49

The number of employees whose emoluments amounted to over £60,000 in the year was as follows:	2021 No.	2020 No.
£60,000 - £70,000	2	1
£70,001 - £80,000	2	2
£80,001 - £90,000	1	-
£100,001 - £110,000	1	-

Pension contributions for the year amounted to £71,603k (2020: £34,654k) for the above employees.

Key management personnel include the Governors (who are not remunerated) and the Leadership team. The total remuneration including pension contributions, employer's National Insurance and benefits received by key management personnel were £611,893 (2020: £606,921).

9 GOVERNORS REMUNERATION AND BENEFITS

There were no Governors' remuneration for the year ended 31 August 2021 nor for the year period 31 August 2020.
No governor (2020: none) was reimbursed expenses in the year (2020: £nil).

Trustees Indemnity Insurance cost £140 (2020: £140). Donations were also received from 11 Governors during the year totalling £12,854 (2020: £20,015) from 13 Governors.

10 PENSIONS

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £194,547 (2020: £206,346) and at the year end £nil (2020: £nil) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by The Teachers' Pensions Regulations 2010 (as amended) and The Teachers' Pension Scheme Regulations 2014 (as amended). 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 government announced on 4 February 2021 that it intends to proceed with a deferred choice underpin under which members will be able to choose either legacy or reformed scheme benefits in respect of their service during the period between 1 April 2015 and 31 March 2022 at the point they become payable.

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. The pause was lifted in July 2020, and a consultation was launched on 24 June on proposed changes to the cost control mechanism following a review by the Government Actuary. The consultation closed to response on 19 August 2021 and the Government is currently analysing the responses.

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 the cost cap mechanism review is completed 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

11 NET INCOME FOR THE YEAR

	2021	2020
Net income is stated after charging:	£	£
Depreciation of tangible fixed assets	465,941	479,102
Profit on disposal of fixed assets	30,758	-

12 TANGIBLE FIXED ASSETS

	Freehold Property	Musical Instruments	Fixtures & Fittings	Furniture and Academic Equipment	Motor Vehicles	Total
	£	£	£	£	£	£
Cost:						
At 1 September 2020	15,367,389	2,020,918	334,969	902,937	27,921	**18,654,134**
Additions	323,277	174,150	7,529	122,049	-	**627,005**
Disposals	-	(95,200)	-	(259,333)	(21,821)	**(376,354)**
At 31 August 2021	15,690,666	2,099,868	342,498	765,653	6,100	**18,904,785**
Depreciation:						
At 1 September 2020	3,420,914	709,281	175,848	848,580	26,396	**5,181,019**
Charge for year	304,913	67,711	66,993	24,799	1,525	**465,941**
Impairment	-	-	-	-	-	-
Disposals	-	(82,000)	-	(259,336)	(21,822)	**(363,158)**
At 31 August 2021	3,725,827	694,992	242,841	614,043	6,099	**5,283,802**
Net book value:						
At 31 August 2021	11,964,839	1,404,876	99,657	151,610	1	**13,620,983**
At 1 September 2020	11,946,475	1,311,637	159,121	54,357	1,525	**13,473,115**

13 INVESTMENTS

	Investment Property	Listed Investments	2021	2020
	£	£	£	£
Cost/valuation At 1 September 2020	422,854	8,382,118	8,804,972	8,332,145
Additions	-	20,000	20,000	21,601
Investment management expenses	-	(49,021)	(49,021)	-
Gains/(Losses) arising from movements in valuations	-	991,539	991,539	451,226
Cost/valuation At 31 August 2021	422,854	9,344,636	9,767,490	8,804,972
Historic cost at 31 August 2020	-	5,587,666	5,587,666	5,547,623
UK equities	-	9,322,157	9,322,157	8,372,062
Property	422,854	-	422,854	422,854
Cash	-	22,479	22,479	10,056
	422,854	9,344,636	9,767,490	8,804,972

Investment properties were valued as at 31 August 2021 on the basis of market value. This is the Governors' best estimate of the market value.

14 STOCK

	2021	2020
	£	£
General Stock	2,509	3,685
	2,509	3,685

15 DEBTORS

	2021 Group	2020 Group	2021 School	2020 School
	£	£	£	£
Fees and extras	148,575	131,139	131,083	118,527
Other debtors	6,667	9,867	6,667	9,867
Prepayments and accrued income	143,635	885,911	143,635	885,911
Amount due from group undertaking	-	-	266,274	114,318
	298,877	1,026,917	547,659	1,128,623

Included in Prepayments and accrued income is £30,000 of accrued legacies (2020: £727,500). In addition to legacies received and accrued in the year, the charity is a residue beneficiary or legatee of several legacies. The estimated value is in the region of £500,000. This has not been included in the Financial Statements as it cannot be measured reliably.

16 CREDITORS

Amounts falling due within one year:

	2021 Group £	2020 Group £	2021 School £	2020 School £
Loans	100,000	8,333	100,000	8,333
Trade creditors	79,417	160,658	79,417	160,658
Taxation and social security costs	50,664	52,679	50,664	52,679
Fee Deposits	48,317	52,708	48,317	52,708
Deferred income and Fees in advance	146,691	390,360	145,103	139,710
Other creditors	4,049	34,718	4,049	30,946
Accruals	101,519	128,675	86,842	112,956
Amount due to group undertaking	-	-	-	-
	530,657	828,131	514,392	557,990

Deferred income:

	2021 £	2020 £
Brought forwards	390,360	131,113
Released in year	(390,360)	(131,113)
Deferred fee income for Autumn Term 2021	145,103	109,710
Deferred income donated	-	30,000
Deferred income fees	1,588	250,650
Carried forwards	146,691	390,360

17 CREDITORS DUE AFTER ONE YEAR

	2021 School & Group £	2020 School & Group £
Amounts falling due after more than one year:		
Bank loan	391,667	491,667
	391,667	491,667

	2021 School & Group £	2020 School & Group £
Amounts falling due after more than one year:		
Bank loan	391,667	491,667
	391,667	491,667

The bank loan provided by the Charity by Lloyds Bank Plc is secured by first legal charge over the freehold land & building at Milfield Lodge. The loan is a CBIL for £500,000 with a six year term with an interest rate of 1.41% which is paid by the government in the first year.

18 STATEMENT OF FUNDS

	At 1 September 2020	Income	Expenditure	Transfer Between Funds	Gains/ (losses)	At 31 August 2021
	£	£	£	£	£	£
Unrestricted funds:						
General reserve	1,057,267	4,061,697	(3,907,613)	189,663	-	1,401,015
Designated fund:						
Wallace Curzon	4,550	-	-	-	-	4,550
Designated Bursary Fund	53,374	-	-	-	-	53,374
Total designtated	57,924	-	-	-	-	57,924
Fixed Asset Funds	13,473,117	-	(465,940)	613,806	-	13,620,983
Restricted funds:						
Bursary Funds	1,322,463	504,044	-	(569,557)	-	1,256,950
Other Restricted Funds	333,101	190,420	(188,237)	(233,912)	-	101,372
Total restricted	1,655,564	694,464	(188,237)	(803,469)	-	1,358,322
Endowment funds:						
Permanent Endowments	2,034,543	20,000	(13,646)	-	337,862	2,378,759
Expendable Endowments	5,592,149	-	(35,373)	-	653,677	6,210,453
Total endowment	7,626,692	20,000	(49,019)	-	991,539	8,589,212
Total funds	**23,870,564**	**4,776,161**	**(4,610,809)**	**-**	**991,539**	**25,027,456**

	At 1 September 2019	Income	Expenditure	Transfer Between Funds	Gains/ (losses)	At 31 August 2020
	£	£	£	£	£	£
Unrestricted funds:						
General reserve	433,191	3,870,501	(3,913,276)	594,003	72,848	1,057,267
Designated fund:						
White House Art Fund	776	-	-	(776)	-	-
Wallace Curzon	5,000	-	(450)	-	-	4,550
Designated Bursary Fund	100,280	-	-	(47,175)	269	53,374
Total designated	106,056	-	(450)	(47,951)	269	57,924
Fixed Asset Funds	13,873,077	-	(479,103)	79,143		13,473,117
Restricted funds:						
Bursary Funds	700,976	1,165,672	-	(544,185)	-	1,322,463
Other Restricted Funds	142,801	405,584	(134,274)	(81,010)	-	333,101
Total restricted	843,777	1,571,256	(134,274)	(625,195)	-	1,655,564
Endowment funds:						
Permanent Endowments	1,898,309	10,000	-	-	126,234	2,034,543
Expendable Endowments	5,340,277	-	-	-	251,872	5,592,149
Total endowment	7,238,586	10,000	-	-	378,106	7,626,692
Total funds	22,494,687	5,451,757	(4,527,103)	-	451,223	23,870,564

Designated Funds:

White House Art Fund: This includes monies earmarked by the Governors for buying works of Art for displaying in the White House.

Wallace Curson: These funds are usually given to students in their final year when they leave the School.

Designated Bursary Fund: This represents legacy income received. This is to be used for bursaries as and when the need arises.

Fixed asset Funds:

The fixed asset funds represents money held in tangible fixed assets used by the School.

Restricted Funds:

Restricted Bursary Funds: These funds arise from legacies, grants and donations made for the specific purpose of providing bursaries to students: the recipients and amounts of bursaries are determined by the Head and Governors.

Other Restricted Funds: These funds arise from grants and donations made for specific purposes other than bursaries.

Transfer of Funds:

The transfer of funds from restricted Bursary Funds to the unrestricted General Reserve represents the bursaries provided to the students in the year. Transfer of funds from other restricted funds to unrestricted general reserve represent the transfer of assets as the money has been used for the purpose for which it was given.

Endowment Funds:

Permanent Endowment Funds are those where Governors are required to hold the capital and are not entitled to convert it to income. Income arising from these funds is included within restricted funds and is spent in line with the wishes of the donor.

Expendable Endowment Funds are those where the Governors have the power to convert the fund or part thereof to income.

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Restricted funds	Permanent Endowment	Expendable Endowment	**2021 Total**
	£	£	£	£	£
Tangible fixed assets	13,620,983	-	-	-	**13,620,983**
Investments	553,315	624,963	2,378,759	6,210,453	**9,767,490**
Current assets	1,827,948	733,359	-	-	**2,561,307**
Current liabilities	(530,657)	-	-	-	**(530,657)**
Long term liabilities	(391,667)	-	-	-	**(391,667)**
Total net assets	15,079,922	1,358,322	2,378,759	6,210,453	**25,027,456**

	Unrestricted funds	Restricted funds	Permanent Endowment	Expendable Endowment	2020 Total
	£	£	£	£	£
Tangible fixed assets	13,473,115	-	-	-	13,473,115
Investments	553,317	624,963	2,034,543	5,592,149	8,804,972
Net current assets	1,053,543	1,030,601	-	-	2,084,144
Long term liabilities	(491,667)	-	-	-	(491,667)
Total net assets	14,588,308	1,655,564	2,034,543	5,592,149	23,870,564

20 COMMITMENTS UNDER OPERATING LEASES

At 31 August 2021, the company had outstanding commitments for future minimum lease payments under non-cancellable operating

	2021	2020
	£	£
Due within one year	8,492	9,546
Due between two to five years	19,325	10,307
	27,817	19,853

21 RELATED PARTIES

During the year, YMS Enterprises had transactions totalling £91,737 (2020: £145,198) with the School. At 31 August 2021, £74,761 (2020: £39,992) was owed by YMS Enterprises. During the year, YMS China Limited had transactions totalling £203,321 (2020: £147,444) with the School. At 31 August 2021, £191,514 (2020: £74,326) was owed by YMS China Limited.

22 CAPITAL COMMITMENTS

Capital expenditure contracted at 31 August 2021 amounted to £nil (2020: £144,000).

23 NOTES TO THE CASHFLOW STATEMENT

Reconciliation of operating result to net cash inflow from operating activities	2021 £	2020 £
Net movement in funds	**1,156,892**	1,358,474
Gains on investments	**(991,539)**	(451,223)
Depreciation	**465,941**	479,102
Dividends and interest received	**(253,641)**	(262,517)
Profit/(Loss) on sale of Fixed Assets	**30,758**	-
Increase/(Decrease) in creditors	**(389,142)**	301,107
(Increase)/Decrease in debtors	**727,963**	(835,402)
Decrease/(Increase) in stocks	**1,176**	(565)
	748,408	588,976

	At 1 September 2020 £	Cashflows £	Other non-cash changes £	At 31 August 2021 £
Cash and cash equivalents				
Cash - in hand	1,881,673	378,248	-	2,259,921
- investments	10,056	12,421	-	22,477
	1,891,729	390,669	-	2,282,398
Borrowings				
Debt due within one year	(8,333)	8,333	(100,000)	(100,000)
Debt due after one year	(491,667)		100,000	(391,667)
	(500,000)	8,333	-	(491,667)
Total	1,391,729	399,002	-	1,790,731

24 SUBSIDIARY UNDERTAKINGS

YMS ENTERPRISES

YMS Enterprises (company registration number 06775727; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 17 December 2008. The principal activities of the company are to offer public and private concerts and recordings, summer schools and associated services and general merchandising. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS Enterprises for the year to 31 August 2021 showed the following position:

	At 31 August 2021	At 1 September 2020
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	66,867	36,647
Debtors	17,492	12,612
Creditors: amounts falling due within one year	(84,359)	(49,259)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	146,569	77,810
Operating costs	(43,747)	(46,319)
GROSS PROFIT	102,822	31,491
Administrative expenses	(28,061)	(13,860)
Profit in year	74,761	17,631
Retained profit brought forward	-	33,797
Amount distributed to YMS under Gift Aid	(74,761)	(51,428)
RETAINED PROFIT	-	-

25 SUBSIDIARY UNDERTAKINGS (CONTINUED)

YMS CHINA

YMS China Limited (company registration number 11712861; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 5 December 2018. The principal activity of the company is to offer cultural education on the ethos and methodology principles of Yehudi Menuhin in running educational establishments. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS China Limited for the year to 31 August 2021 showed the following position:

	At 31 August 2021	At 1 September 2020
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	198,180	335,200
Debtors	-	-
Creditors: amounts falling due within one year	(198,180)	(335,200)
TOTAL NET ASSETS	-	-
RESERVES		
Profit and loss account	-	-
PROFIT AND LOSS ACCOUNT		
Turnover	250,000	250,000
Operating costs	(29,472)	(72,818)
GROSS PROFIT	220,528	177,182
Administrative expenses	(48,014)	(100,079)
Profit in year	172,514	77,103
Retained (loss) brought forward	-	(16,392)
Amount distributed to YMS under Gift Aid	(172,514)	(60,711)
RETAINED PROFIT/(LOSS)	-	-

YEHUDI MENUHIN SCHOOL LIMITED

England & Wales - Charity number 312010

Accounts

The Yehudi Menuhin School Limited

(A Company Limited by Guarantee)

Incorporated in England and Wales No. 00818389
Registered Charity No. 312010

GOVERNORS' REPORT AND FINANCIAL STATEMENTS

For the year ended

31 August 2020

The Yehudi Menuhin School Limited

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for the year ended 31 August 2020

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The Yehudi Menuhin School Limited

REPORT OF THE GOVERNORS
for the year ended 31 August 2020

GOVERNORS AND DIRECTORS
Current Governors of the School who are Trustees of the Charity and Directors of the Company and who served during the year and up to the date of this report were as follows:

* David Buckley (Chairman)
* Geoffrey Richards (Vice Chairman)
  Dominic Benthall
* Lord Blackwell
  Kate Costeloe
* Jonathan Deakin
* John Everett
* Andrew Hunter Johnston
* Anna Joseph (resigned 1 December 2020)
  Stuart Mitchell (resigned 17 October 2019)
* John Pagella
  Alice Phillips
  Vanessa Richards
  Baroness Fleet CBE
  Jonathan Willcocks

* Members of the Finance and General Purposes Committee

Governors serve for a term of four years and may be re-elected for a further two terms.

REGISTERED OFFICE	Millfield Cobham Road Stoke D'Abernon Cobham Surrey KT11 3QQ 01932 864739 admin@menuhinschool.co.uk www.menuhinschool.co.uk
COMPANY NUMBER	00818389
CHARITY NUMBER	312010
PRESIDENT EMERITUS	Daniel Barenboim KBE
CO-PRESIDENT	Tasmin Little OBE
VICE PRESIDENTS	Barbara R D Fisher OBE The Hon. Mrs Zamira Menuhin Benthall
GOVERNORS EMERITUS	Daniel Hodson Anne Simor
MUSICAL PATRONS	Steven Isserlis CBE Sir András Schiff
ADVISORS	Oscar Lewisohn Stuart Mitchell Richard Morris

HEAD	Benjamin Gudgeon (Appointed 1 April 2020) Richard Tanner MA (interim) (Resigned 30 June 2020)
DIRECTOR OF MUSIC	Ashley Wass (Appointed 1 April 2020) Oscar Colomina I Bosch PhD MMus BMus (Resigned 31 March 2020)
BURSAR	Shelley Twitchin MMus PGDip FCCA (Maternity Leave from 22 July 2019) Jacqueline Whittingham BScEcon MScFin (Interim from 22 July 2019)
DIRECTOR OF STUDIES	David Bruce
DEVELOPMENT DIRECTOR	Alix de Mauny
HEAD OF PASTORAL CARE	Joanne Field
AUDITORS	Moore Kingston Smith LLP Devonshire House 60 Goswell Road London EC1M 7AD
BANKERS	Lloyds Bank plc 39 Threadneedle Street London EC2R 8AU
INSURANCE BROKERS	Marsh Capital House 1-5 Perrymount Road Haywards Heath West Sussex RH16 3SY Aston Lark Limited Ibex House 42-47 Minories London EC3N 1DY
INVESTMENT MANAGERS	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

GOVERNORS' REPORT (INCORPORATING A STRATEGIC REPORT)

The Governors present their annual report and financial statements for the year ended 31 August 2020.

The Governors of the School who are also Trustees of the Charity and Directors of the company have pleasure in presenting their strategic report and financial statements for the year ended 31 August 2020. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the 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 (the FRS 102 Charities SORP).

REFERENCE AND ADMINISTRATIVE INFORMATION

The Yehudi Menuhin School was originally founded in 1963 by celebrated violinist Yehudi Menuhin as a charitable trust. The Yehudi Menuhin School Ltd, a company limited by guarantee (company number 00818389) and a registered charity (charity number 312010) was incorporated in September 1964. The liability of its Members in the event of the Company being wound up is limited to a sum of £1 each. The School is governed by its Memorandum and Articles of Association, updated in 2015.

GROUP STRUCTURE AND RELATIONSHIPS

The accounts include the results of The Friends of The Yehudi Menuhin School (registered charity number 312010-2). It raised funds from its members to donate to the school, and is governed by its Board.

A wholly owned non-charitable subsidiary, YMS Enterprises Limited, was established and incorporated on 17 December 2008 as a company limited by guarantee (company number 06775727). The company oversees the School's trading activities, and is governed by its Board. A further non-charitable subsidiary, YMS China Limited was established in December 2018 to promote the principles and ethos of the Yehudi Menuhin School in China by providing advisory services and granting rights. It oversees the School's activities in China, and is governed by its Board.

The subsidiaries results are not consolidated with the School's financial statements as they are immaterial to the group. The results for the year are shown in note 23 in the financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING BODY

Responsibility for the overall management and organisation of the School rests with the Governors, who meet at least on a termly basis. They are supported in carrying out their responsibilities by several committees and sub-committees. The Development Committee and the Finance and General Purposes (F&GP) Committee meet a few weeks before each of the termly meetings of the Council of Governors. The F&GP Committee is supported by sub-committees responsible for the overview of Risk Management, Investments, Audit and Remuneration. The Education Committee meets twice yearly, and a Nominations Committee meets to oversee the selection and appointment of new Governors when required.

The task of running the School on a day to day basis is the responsibility of the Head and he is fully supported by the members of the Leadership Team.

Remuneration of the Leadership Team is set according to market rates, the level of skills and experience required to deliver the roles, and affordability. The Remuneration Committee reviews the salaries for the Leadership Team and Head.

RECRUITMENT AND TRAINING OF GOVERNORS

Governors are appointed at Council Meetings or by written resolution on the basis of advice from the Nominations Committee. A skills register of all Governors is maintained and regularly reviewed to ensure that the Council has the necessary breadth, scope and expertise to support the school. New Governors are provided with induction material, and all Governors are informed of relevant training courses offered by various professional bodies (AGBIS, ISBA etc.) and encouraged to attend.

LEADERSHIP

There were further changes to the Leadership Team this year. Richard Tanner, who had served the school as Interim Head since June 2019, handed over to Ben Gudgeon as Headmaster on April 1 2020. Ashley Wass also joined the school on April 1 2020 as Director of Music, succeeding Oscar Colomina I Bosch. Jacquie Whittingham was appointed as Interim Bursar to provide maternity cover from July 2019.

OBJECTS, AIMS, OBJECTIVES AND ACTIVITIES

PRINCIPAL ACTIVITY

The School provides a specialist education to boys and girls aged 8 to 19 years with a specific and exceptional talent for music and facility on a stringed instrument (principal study: violin, viola, cello, double bass, guitar) or piano. The School accepts both boarding and day pupils, although the majority of pupils are boarders. Selection for a place at the School is based on musical potential and fit with the School's ethos and educational model, as assessed during the School's rigorous audition process. The School aims to offer places regardless of the financial circumstances of the applicant. It is inevitable that the provision of world-class education and training in music is costly given the high teacher: pupil ratio, with many lessons being one to one or even with two teachers working with one pupil. The Governors recognise the great efforts made by many parents in meeting these costs and the vital importance of funding by the UK Government's Music and Dance Scheme and donors to the School.

PUBLIC BENEFIT

The Governors confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the general and sub-sector guidance issued by the Charity Commission on public benefit. The charitable purpose of the School within the meaning of the Act is enshrined within its Objects, as stated below.

The Governors ensure that this charitable purpose is carried out for the public benefit by working to make sure wherever possible that such specialist education and training is available to many of those who are sufficiently talented and would benefit from the activities of the School, irrespective of financial circumstances. In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

Public benefit is not just provided to the pupils at the School. The section in this Report headed 'Community engagement and outreach' summarises many other projects and events carried out within the local community, nationally and internationally, in accordance with the Objects of the School, e.g. opportunities for children to learn and perform music, pupils' concerts at care and nursing homes, assistance to local music teachers and opportunities for amateur musicians of all ages to perform in the School's Menuhin Hall. From September until March 2020, around 300 primary school pupils, whose access to music education is limited, benefited from the School's outreach activities. This was a reduction on previous years due to the Coronavirus pandemic.

CHARITABLE OBJECTS

The Objects of the charity are to provide and advance a general and specialised education and training of the highest order in music and the performing arts by means of a boarding and day school in the United Kingdom, where children from any part of the world with exceptional musical talent may be educated. The Objects include generally fostering music and the arts and general education of children by the provision of courses at the School throughout the year.

OBJECTIVES

The School's objectives for 2019 – 2020 were:

- To provide a world-class musical education
- To provide a solid all-round academic, artistic, physical and moral education
- To provide an environment where each pupil can develop musically, academically and socially, so that they are confident and able to follow their chosen path when they leave school
- To encourage pupils to contribute to school life and to the wider community, through volunteering and outreach
- To provide first-class staff
- To provide excellent facilities for music and general education and for pupils' pastoral care and welfare
- To provide access to the school to talented pupils through the Department for Education's Music and Dance Scheme, which covers school fees on a means-tested basis
- To provide bursaries to support those unable to pay the full fees who are ineligible for MDS funding or for whom no place is available due to the overall limit on MDS places
- To provide additional financial support through the school's Student Hardship Fund, on a means-tested basis, to allow pupils to take advantage of additional opportunities such as masterclasses, summer courses and competitions
- To raise funds through philanthropic donations and sponsorship and from activities undertaken by the school's trading subsidiary, YMS Enterprises Limited, in support of our charitable objects
- To invest in the long-term future of the school.

The School's achievement of its objectives is evidenced by pupil performance and learning outcomes. The School's commitment to access for talented pupils of all backgrounds is evidenced by consistent, ongoing, means tested financial support to 90% of pupils via MDS or school bursaries. The School's financial performance is evidenced by performance against budget, as well as percentage increases in decreases in both revenues and costs. These measures are shown in the Financial Review section of this report.

ACHIEVEMENTS AND PERFORMANCE

'A first-class all-round education, with music at its heart'

The Governors are delighted to report that the School continued to perform at the highest level in every area over the last year.

MUSICAL HIGHLIGHTS

Despite the impacts of Covid-19, the School maintained a high level of musical activity and has remained engaged with the wider community.

Although public concerts were cancelled or postponed for much of 2020, the School continued to produce virtual content which was shared with each external promoter who had intended to host pupils for performances. Examples of this were the Tour of the North in April 2020, the Wigmore Hall Leaver's Concert in June, and the festivals of Thaxted and Gower. For each of these events, all pupils who had been chosen to participate were asked to record pieces of music which were edited together to form cohesive concerts and then published online.

A notable collaboration took place with Grange Park Opera in June, when a number of students visited GPO to record performances for the *Found Season.* This received considerable national publicity and was broadcast on the GPO website as part of a highly prestigious series of events. Coco Tomita, one of the participants in this event, has recently returned to GPO for further performances, including Tchaikovsky's Violin Concerto.

Although the closure of the School meant we were unable to hold our regular Showcase concerts, archive footage from previous years was sent out on a weekly basis to friends and supporters of the School.

The annual Summer Festival was a great success, despite running as a virtual festival in 2020. Much expanded in concept from recent years, it featured daily interviews with renowned industry figures, from which the students learned a great deal, performances from staff and alumni, the presentation of two significant collaborative

compositions projects, *Sonic Postcards* and *Around the World in 80 Minutes*, and evening Showcase-style concerts, which were pre-recorded and broadcast as if live on the School's YouTube channel. A Virtual Exhibition Space, showcasing work from all areas of the School, complimented the musical events, while academic staff and students were encouraged to create their own supplementary content throughout the week.

Other notable events, prior to lockdown, included a successful concerts at Phyllis Court in Henley, the Soane Museum, the Atheneum Club, Painshill Park and the Wimbledon Festival.

A number of artists have visited the School to give masterclasses, including alumni Colin Carr and Alexander Chaushian, and the guitarist Tilman Hoppstock.

Once again, there were a number of notable competition successes. Coco Tomita won the Strings section of the BBC Young Musician of the Year and was subsequently signed to an exclusive recording contract by Orchid Classics. Duru Erdogan was the winner of the Young Pianist of the North Competition, Viviane Pletkotkhine won the China-UK International Music Competition and Caterina Isaia won the Jan Vychtil Cello Competition.

BOARDING PROVISION

The school's boarding community and pastoral care support our pupils' musical, academic and social development. The School has two separate boarding houses, accommodating up to 34 boys, and up to 37 girls. We offer full or weekly boarding and presently 17 of our 85 pupils are day pupils.

Each house has a live-in Housemistress and Assistant Houseparent working full time, solely dedicated to the boarding role, and 4 other staff live on site, supporting the team and undertaking one or two evening shifts per week. There is always a Designated Safeguarding Lead or a deputy on site and a member of the Leadership team is available for any necessary support, including out of hours and at weekends.

The houses cultivate a family feel and the pupils often refer to school as their 'other home'. Younger pupils look up to the older ones as they would siblings, and older pupils frequently voice that they take pleasure in guiding the younger pupils both musically and morally. The community extends across the houses; there is no great divide between boys and girls.

One of the most important aspects of boarding is to ensure that there is enough 'down time' and that the pupils have protected time in which they can properly rest. Their days are long and physically tiring, and so time away from their instruments is vital. Weekends provide a good opportunity to relax and take part in extracurricular activities, if they would like to. This could be anything from baking or a craft activity, to playing football, walking in local areas of outstanding beauty, gardening and helping to clear and rejuvenate the pond and create a wooded path, visits to museums or local areas of interest, bowling or blackberry picking and crumble making, to name just a few. These trips and activities are free to attend and open to all ages, and a good mix of pupils regularly attend.

The boarding environment lends itself to staff being able to observe and support social development amongst the pupils. They learn the importance of listening to others, whilst being able to challenge and discuss differing opinions. They learn how to harmoniously share living space and they are encouraged to be kind and tolerant of each other's differences. The houses promote an all-inclusive ideology where everyone has equal worth and has the opportunity to speak their mind, without fear of reproach or judgement.

As the pupils move through the school, they are given more responsibility and opportunities to develop as responsible young adults. They may mentor a younger pupil, or help to host a Friends' reception, where they meet donors and visitors to the school. They are expected to speak with confidence at these events, and it forms an important part of their training in self-promotion and presence, crucial for future success at Conservatoire or the stage.

LEAVERS' DESTINATIONS

Graduating pupils left to continue their studies at the conservatoires and universities of their choice: The Royal College of Music (2), Guildhall School of Music & Drama, the Royal Academy of Music, the Universitat der Kunste in Vienna, the Trossingen Musikhochschule, the Hochschule für Musik Hanns Eisler (Berlin), and Conservatori Superior de Música del Liceu (Spain).

ACADEMIC ACHIEVEMENTS

On the academic front, pupils continued to perform exceptionally well. In June 2020, pupils achieved a record 50% A* grades at A level (2019 43%), with 81% A*-A, 92% A*-C and 100% A*-E. At GCSE, pupils achieved 44% 8/9 (A*) (2019 40%), 65% 9-7 (A*-A and 100% 9-4 (A*-C).

EXTRA-CURRICULAR ACTIVITIES

In the UK Maths Challenge, pupils were awarded Silver and Bronze certificates. The Duke of Edinburgh Award Scheme continued to be popular, with pupils signed up for Silver and Bronze categories. There were a number of expeditions to various parts of the UK including the South Downs, the Surrey Hills and the New Forest. The Brackenbury Art Show was presented in a Virtual Learning Space and attracted a large online audience during the Virtual Summer Festival. It was judged by Martin Brackenbury, son of the first Headmaster of the School, and 18 awards were made. A number of trips were organised to enrich the History, English, Science and Maths curricula, but unfortunately the end of year 'activities day' was cancelled due to the Coronavirus Pandemic.

COMMUNITY ENGAGEMENT AND OUTREACH

Outreach is central to our ethos, and we are constantly developing our community engagement programme to ensure that the School serves the broader community to the best of its abilities. To support the expansion of the School's outreach activities we appoint dynamic and enthusiastic individuals to lead Outreach projects and drive forward the profile of initiative, diversifying our engagement, nurturing new contacts and placing Outreach at the heart of school life.

Although we were unable to visit local schools during the lockdown period, we have continued to actively pursue outreach projects over the past few months. To honour our Schools Concert, all 14 YMS student pianists collaborated to record Poulenc's *Babar the Elephant* and the narration was provided by Chris Jarvis, a popular presenter on the television channel, CBBC. This performance was not only shared with local schools, it was also broadcast on the national children's radio station, Little Radio.

For the first time ever, all five UK-based specialist music schools collaborated to create a virtual orchestra of nearly 100 children, performing a specially commissioned work by the classical / jazz composer, Gwilym Simcock. The video of this performance has been shared widely online and will shortly be broadcast on BBC Radio 3.

We visited several primary schools, reaching over 700 local school children, with a number of our younger students performing in concerts presented by YMS staff. Our composition workshops also travelled around the county and provided an invaluable introduction to and initial exploration of the art of composing.

Our large-scale outreach project for 2019-20 was *Dragons*, a cantata for primary school pupils written by former YMS Director of Music, Malcolm Singer. A concert was organised which involved approximately 250 pupils from primary schools around Horsham, accompanied by an orchestra drawn from the West Sussex String Academy with section leaders from YMS. We attended two workshop sessions in which 9 of our pupils helped younger players learn their parts, and there was an orchestral rehearsal at YMS for the complete orchestra, with a further 20 YMS pupils taking part. The concert performance took place in Horsham on 21 November 2019 with a total orchestra of 60; additionally some of our students were asked to play with the WSSA for one further orchestral piece. The concert was sold-out.

SECURING FUNDING OF PUPILS' FEES FROM THE DEPARTMENT FOR EDUCATION

The school seeks to offer a significant number of places each year through the Department for Education's Music and Dance Scheme (MDS), which supports pupils who could not otherwise afford the fees. In 2019-20, the School secured 61 places (2018-19: 61 places) from MDS, which were utilised to the fullest extent possible during the academic year. The MDS funding resulted in a total of £2,260,260 (2018-19 £2,108,734) being paid directly to the School from Government.

PHILANTHROPIC SUPPORT- PROVIDING TALENTED YOUNG MUSICIANS WITH THE OPPORTUNITY OF A LIFETIME

The School is deeply grateful to those individuals and institutions whose financial support has been vital in allowing YMS to fulfil its charitable objectives and continue to deliver our founder's vision and mission.

BURSARIES; ENSURING ACCESS FOR ALL

In keeping with the School's mission of 'enabling children with potentially outstanding musical talent to attend the School, irrespective of their income, background, creed or country of origin,' the School offers additional financial support to students who fall outside the residency criteria for MDS, or for whom there is no place available. After applying uniform means-testing, the School looks to its vital bursaries to make up the shortfall in fees, allowing promising students from all backgrounds to access the School's world-class music and academic education. With the support of two generous local donors, we ran a match-funding campaign that raised over £300,000 for bursaries in 2019/20, the largest amount raised to date from this kind of campaign. Many individuals, trusts and foundations contributed, and we wish to recognise in particular the Holder Family Scholarships, The Willow Charitable Trust, the Henri Moerel Foundation and a number of others whose contributions were significant, and who wish to remain anonymous.

STUDENT HARDSHIP FUND

Every year we raise funds to provide additional financial assistance to pupils to enable them to access additional opportunities, such as masterclasses and summer courses, which will enhance their musical or academic education and which they would not otherwise be in a position to attend. Since 90% of our pupils require some level of financial assistance to attend YMS, the demand for funds from our Student Hardship Fund is correspondingly high. We are grateful to the Humphrey Richardson Taylor Charitable Trust, and another foundation who wishes to remain anonymous, for their generous support to this Fund.

COVID HARDSHIP FUND

A number of our parents were adversely affected by the financial and economic fallout of the Covid-19 pandemic and were struggling to pay school fees in the 2019/20 Summer Term. Our supporters, and in particular the Friends of Yehudi Menuhin School, responded with great generosity to our appeal on behalf of struggling parents, which helped us to ensure that no pupil lost out on their education due to the pandemic.

INSTRUMENT FUND

We were delighted to receive a significant grant from a long-standing supporter of the School, The Wallace Curzon Charitable Trust, which allowed us to replace our ageing concert grand with a magnificent new Steinway, and purchase two additional practice pianos. We were also gifted a Bosendorfer Grand by a private individual.

THE MENUHIN CIRCLE: SUPPORTING OUR ANNUAL FUND

Membership of the Menuhin Circle grew over the year and we were delighted to host our first annual party and concert at the Sir John Soane's Museum in London. Members of the Circle commit to supporting the School's Annual Fund for a minimum of three years, which provides us with invaluable support for our core costs.

FRIENDS OF YEHUDI MENUHIN SCHOOL

The School has a linked charity, The Friends of Yehudi Menuhin School, who undertake their own fundraising activities for the School, and who generously donated £40,000 (2018-19: £40,000) in 2019-20, towards our Bursary Fund and our COVID Hardship Fund. Our Friends also provide our pupils with a highly supportive audience at The Menuhin Hall and are a deeply appreciated part of the YMS 'family'.

FUTURE FUNDRAISING PRIORITIES

The ongoing global pandemic will inevitably make fundraising even more of a challenge, as individuals, trusts and companies reassess their ability to give. The School's need for philanthropic support will only continue to grow, however, to help us bridge the gap between parental fee income and the true operational costs of providing our uniquely tailored and exceptional holistic education. These costs have risen significantly in recent years, primarily due to the cost of maintaining a large and ageing estate, as well as ensuring increasingly complex regulatory compliance. The School has been deliberately small since it's founding, offering a bespoke education for each pupil. While this has obvious benefits for pupils, it results in an inability to exploit economies of scale. We recognise that our fees are already high, and further increases risk reducing access. Since more than 90% of our pupils require financial assistance to attend the school, even a substantial increase in fees for the small number of parents who pay most or all of the fees would not bridge the gap. While raising money for the provision of Bursaries will

remain a priority, we therefore also need to secure significant additional support for the School's core costs, if we are to continue to deliver an exceptional educational experience in a fitting and safe environment. An investment in the School is ultimately an investment in the next generation of musicians, to give them the skills, knowledge and confidence to share the joy of live music with audiences for decades to come.

OUR APPROACH TO FUNDRAISING:

The School believes that fundraising should be an open, honest and respectful process. We aim to build and maintain solid partnerships with our supporters and donors, based on mutual understanding and shared values. In developing our approach to fundraising we have taken account of the Code of Fundraising Practice issued by the Fundraising Regulator, and have voluntarily paid the Fundraising Levy. We abide by the Fundraising Promise, as outlined in the Code of Practice, and have internal procedures in place to protect vulnerable people and other members of the public from behaviour which is an unreasonable intrusion on a person's privacy or is unreasonably persistent, or places undue pressure on a person to give money or other property. The School operates with an internal fundraising team and did not outsource any of its fundraising activities to external parties during the financial year.

The School's Privacy Policy, published on our website, clearly states what personal data the School will hold in relation to supporters and how this data will be used. The School's Fundraising Complaints Procedure, published on our website, outlines how to make a complaint about our fundraising activities. The School has received no complaints about its fundraising activities either during the financial year or subsequently.

PLANS FOR FUTURE PERIODS

The Governors and Leadership Team have identified a number of areas to develop within the School to maintain its reputation as a world leader in music education, providing the highest quality of instrumental training combined with a first class academic curriculum under one roof. This encompasses continuing to improve the curriculum and standard of education offered to ensure pupils are well-equipped for a changing world and musical landscape; widening access to the School's expertise among the local community and on international fronts, and across an increased age range; improvements to teaching, learning and living facilities for current and future pupils as well as for staff; and ensuring that financial support is available for gifted pupils to attend the School.

To achieve those ends, the School has identified a need for strong international relationships; high-quality, modern facilities for its students, educators and staff; investment in technology for teaching, learning, and business; and a diverse range of income and funding sources, capitalising on current assets and international brand reputation. These strategic goals will be phased over the next 3 – 5 years, with 2021 being a year of consolidation and planning.

In August 2019, the School announced the setting up of its first international music school, to be located in Qingdao, China. YMS will work with the Qingdao Urban Construction Group to bring its unique model for music education to the Far East. The opening is planned for 2022-23.

YMS will contribute The Yehudi Menuhin School name and expertise in setting up and running a specialist music school within a holistic academic environment. Key appointments, including the Head, Director of Music and Bursar, will be controlled by YMS to ensure that Yehudi Menuhin's vision and ethos will run through every area of the new institution. There will be opportunities for teacher and pupil exchange, which will benefit both current and future pupils, and UK staff will visit regularly to carry out inspections to make certain that the new school is adhering to the ideals of its British parent school.

A city of 10 million people, Qingdao is ideally located between Beijing and Shanghai, just across the water from both South Korea and Japan, thus enabling The Yehudi Menuhin School China to attract the highest level of talent from the region. It has a flourishing economy both as a port city and as a tourist destination and is fast developing its cultural activities, with robust support from government departments and major private institutions such as the Qingdao Urban Construction Group (QUCG). QUCG's long-standing Chairman, Kong Shaowu, is a former musician and architect.

The School also sees a need to expand its music teaching and practice facilities; to provide additional, upgraded accommodation for female boarders; and to increase its capacity for administrative and support staff. The School has aspirations to develop its existing site to meet these needs, by repurposing its buildings for future use.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

INCOME AND EXPENDITURE

The School saw another significant increase in donations and legacy income in year, from £1,244,338 in 2018-19 to £2,032,391. This includes £947,500 of legacies receivable in the year, £697,500 of which were restricted to bursaries. The surplus for the year before net gains on investments of £924,654 (2018-19: Loss £411,598).

The total income increased by 16.3% (2018-19: 13.9%) to £5,451,757 (2018-19: £4,684,923) as a result of the increase in donations and legacies. The Governors are grateful for the £51,428 from trading activities in YMS Enterprises Limited (2018-19: £34,647), and the £60,711 from activities in YMS China Limited that is paid to The Yehudi Menuhin School Limited in the form of a Gift Aid donation. Total expenditure decreased by 11.4% (2018-19: 24.1% increase) to £4,527,103 (2018-19: £5,096,521).

Total balance sheet funds of £23,870,564 are described in detail in note 17 to the accounts. The majority of these funds are for the buildings of the School itself, the instruments that are required for teaching and learning and the bursary funds to support pupils to attend the School. Endowment funds amounting to £7,626,692 are capital in nature and the income is used both for core expenditure and to fund bursaries. A further £1,655,564 are restricted funds which can only be used for the specific purposes determined by the donors. Of this amount £1,322,463 is for the purposes of providing bursaries to support pupils who would otherwise be unable to attend the School.

FIXED ASSETS - INVESTMENTS

The investments are governed by the Memorandum and Articles which permit the funds to be invested in any security, other investment or property situated anywhere in the world. The Governors have delegated the management of the investments to Sarasin & Partners LLP.

The aim of the Governors is to maintain real capital growth while producing an income of 3.4% per annum or more from a portfolio of investments, both equities and fixed interest securities, property fund and cash deposits.

At year end the School held investments valued at £8,804,972 (2019 £8,327,475). The fund valuation includes an unrealised gain in the year of £451,223 (2019 £256,262).

PENSIONS

The School employees are members of one of two pension schemes: The Teachers' Pension Scheme and The People's Pension.

RESERVES POLICY AND GOING CONCERN

The School holds £2,034,534 in Permanent Endowments and £5,592,149 in Expendable Endowments. The Governors are required to hold the capital in the permanent endowment and therefore are unable to convert it to income. However, income from the fund is included in Restricted Funds (Note 17) and used for bursaries. Governors have the authority to convert the expendable endowment into income to support School activities. The income arising from this fund is included in the General Reserve. Details can be found in Note 17 to the accounts.

The Restricted Fund amounts to £1,655,564 (2018-19: £843,777) Details are in Note 17 to these Accounts.

In line with Charity Commission guidance that a Charity should maintain adequate reserves to ensure its ability to deliver its charitable objectives, the School holds unrestricted reserves for a number of purposes which are set out in Note 17 to the financial statements. Unrestricted reserves are those funds available to provide adequate working capital for the School to ensure it can meet its operational expenditure obligations as they fall due.

The School's General Reserve Policy is to aim to hold approximately four months' expenditure excluding depreciation, which amounts to an estimate of £1,222,000 as free reserves in a cash or liquid form. The General Reserves fluctuate during the School year and are at their lowest at the school year end, 31 August. At 31 August 2020 the general reserve was £1,057,267 (2018-19: £433,191).

PRINCIPAL RISKS AND UNCERTAINTIES

The Governors continue to keep the School's activities under review and monitor performance, with particular regard to any major risks which may arise.

The Governors' Risk Management Sub-Committee assesses and categorises the risks which the School is, or may become, exposed to in order to ensure that there are satisfactory systems established to manage those risks. A review of risks and the risk register is a routine item on the agenda of all Committee and Council meetings in order to ensure that the process is regularly reviewed and updated.

The main risks to the future of the School are the reduction or withdrawal of the funding for the places supported by the Department for Education under the UK Government Music and Dance Scheme (MDS), the impact of Brexit on European pupil study in the UK and the wider arts landscape, and the impact to the School of the Covid-19 pandemic. The School keeps the risk of the withdrawal or reduction of MDS funding under constant review. The implications to the school of the Covid-19 pandemic include, inter alia: loss of revenue resulting from the inability of the school to support UK or overseas pupils with their musical or academic studies; loss of revenue resulting from the closure of the Menuhin Hall to public events; loss of philanthropic income; closure or part closure of the school, or a reduction in its teaching capacity resulting either from an unplanned outbreak of the virus or the inability of staff who are self- isolating to teach; and changes in government regulations resulting in outcomes for the school that are difficult to predict. To manage these risks, the Governors are regularly updated on the status of the School in respect of Covid-19, its risk management, and related matters.

AUDITORS

Moore Kingston Smith LLP has expressed their willingness to continue as auditors for the next financial year.

GOVERNORS' RESPONSIBILITIES STATEMENT

The Governors (who are also directors of the charitable company for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the Governors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 charitable company and of the profit or loss of the charitable company for that period. In preparing these financial statements, the directors are required to:

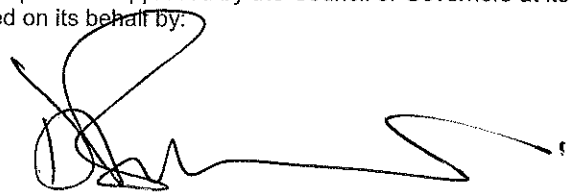
- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Governors 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.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as each person who was a Governor at the date of approving this report is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the Governors individually have taken all the necessary steps that they ought to have taken as Governors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Council of Governors at its meeting on 1st December 2020 and signed on its behalf by:



David Buckley
Chairman of Governors

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE YEHUDI MENUHIN SCHOOL LIMITED

Opinion

We have audited the financial statements of Yehudi Menuhin School ('the company') for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2020 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 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.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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.

Opinions 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' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and the trustees' annual report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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. or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a Strategic Report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page [x], 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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is

sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit.
- Evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Moore Kingston Smith LLP

Date 4 February 2021

Neil Finlayson (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

Devonshire House
60 Goswell Road
London
EC1M 7AD

The Yehudi Menuhin School Limited

STATEMENT OF FINANCIAL ACTIVITIES
(including the income and expenditure statement)
for the year ended 31 August 2020

	Notes	Unrestricted / Designated funds £	Restricted funds £	Endowment fund £	**Total 2020 £**	Total 2019 £
INCOME FROM:						
Charitable Activities						
School fees	2	3,065,980	-	-	**3,065,980**	2,951,726
Other income	3					
Other trading income		76,316	-	-	**76,316**	141,295
Other activities		14,553	-	-	**14,553**	90,481
Investments						
Investment Income	4	175,126	87,391	-	**262,517**	257,083
Voluntary sources						
Grants, donations and legacies	5	538,526	1,483,865	10,000	**2,032,391**	1,244,338
Total income and endowments		3,870,501	1,571,256	10,000	**5,451,757**	4,684,923
EXPENDITURE ON:						
Costs of raising funds	6					
Fundraising and development		204,096	4,500	-	**208,596**	182,360
Other trading costs		186,761	6,302	-	**193,063**	187,183
Other expenditure		4,638	-	-	**4,638**	54,447
Charitable activities						
Education	6	3,997,334	123,472	-	**4,120,806**	4,672,531
Total expenditure	6	4,392,829	134,274	-	**4,527,103**	5,096,521
Net operating income/(expenditure)		(522,328)	1,436,982	10,000	**924,654**	(411,598)
Net gains on investments		73,117	-	378,106	**451,223**	256,262
Net income/(expenditure)	10	(449,211)	1,436,982	388,106	**1,375,877**	(155,336)
Transfer between funds		625,195	(625,195)	-	-	-
Net movement in funds		175,984	811,787	388,106	**1,375,877**	(155,336)
Fund balances brought forward		14,412,324	843,777	7,238,586	**22,494,687**	22,650,023
Fund balances carried forward	17	14,588,308	1,655,564	7,626,692	**23,870,564**	22,494,687

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

The Yehudi Menuhin School Limited

BALANCE SHEET

as at 31 August 2020

	Notes	2020 £	2019 £
FIXED ASSETS			
Tangible assets	11	**13,473,115**	13,873,076
Investments	12	**8,804,972**	8,327,475
		22,278,087	22,200,551
CURRENT ASSETS			
Stocks	13	**3,685**	3,120
Debtors	14	**1,128,623**	283,026
Cash at bank and in hand		**1,509,826**	582,367
		2,642,134	868,513
CREDITORS: Amounts falling due within one year	15	**(557,990)**	(574,377)
NET CURRENT LIABILITIES		**2,084,144**	294,136
TOTAL ASSETS LESS CURRENT LIABILITIES		**24,362,231**	22,494,687
CREDITORS: Amounts falling due after more than one year	16	**(491,667)**	-
NET ASSETS		**23,870,564**	22,494,687
FUNDS			
Restricted funds	17	**1,655,564**	843,777
Unrestricted funds – general	17	**1,057,267**	433,191
Unrestricted funds - designated	17	**57,924**	106,056
Fixed asset fund	17	**13,473,117**	13,873,077
Endowment fund	17	**7,626,692**	7,238,586
		23,870,564	22,494,687

Approved and authorised for issue by the Board of Governors on 1st December 2020 and signed on their behalf by:

David Buckley
Chairman of the Board of Governors

The accompanying notes form part of these financial statements.
Company Number: 00818389

The Yehudi Menuhin School Limited

CASHFLOW STATEMENT

for the year ended 31 August 2020

CASH FLOW STATEMENT	Notes	2020 £	2019 £
Net cash inflow/ (outflow) from operating activities	24	**270,357**	(192,289)
Cash flows from investing activities:			
Dividends received		**262,517**	257,081
Payments to acquire fixed assets		**(79,143)**	(332,799)
Payments to acquire investments		**(21,601)**	(36,000)
Net cash inflow /(outflow) from investing activities		**161,773**	(111,718)
Financing:			
Loans received		**500,000**	-
Net cash inflow from financing activities		**500,000**	-
Increase/(decrease) in cash		**932,130**	(304,007)
Cash and cash beginning of the reporting period		**587,754**	891,764
Cash and cash end of the reporting period			
Cash at bank and on hand		1,509,826	582,367
Investments		10,056	5,387
		1,519,882	587,754

1 ACCOUNTING POLICIES

The Yehudi Menuhin School Limited is a charitable company limited by guarantee with registered number 00818389, registered in England and Wales. Its registered office is Millfield, Cobham Road, Stoke D'Abernon, Cobham, Surrey, KT11 3QQ.

a) BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The School and its subsidiaries are a public benefit entity for the purposes of FRS 102 and therefore the School also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

The school has two wholly owned subsidiaries, YMS Enterprises and YMS China Limited. The school has taken advantage of the exemptions provided by section 405 of the Companies Act 2006 and has not prepared group financial statements as the subsidiary undertakings are considered to be not material to the group: therefore the financial statements present information about the individual charitable company and not of its group. The results of YMS Enterprises and YMS China Limited and the net assets position at the balance sheet date are set out in note 23.

These financial statements are prepared on the going concern basis, under the historical cost convention as modified by the revaluation of investments and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

b) GOING CONCERN

The Governors have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the School to continue as a going concern. The Governors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the Governors have considered the Schools' forecasts and projections and have taken account of pressures on income, particularly in the light of the impact of the COVID-19 pandemic. After making enquiries the Governors have concluded that there is a reasonable expectation that the School has adequate resources to continue in operational existence for the foreseeable future. The School therefore continues to adopt the going concern basis in preparing its financial statements.

c) FEES RECEIVABLE AND SIMILAR INCOME

Fees receivable comprise tuition fees paid by parents, grants towards fees from the Department for Education through the Music and Dance Scheme and the parental contributions.

d) GOVERNMENT GRANTS RECEIVABLE

Government grants received in respect of pupils' fees and other grants are included within income in the year to which they relate.

e) BURSARY FUNDS

The School receives some of its income primarily for the provision of scholarships, bursaries and prizes. These amounts are held within restricted funds.

f) DONATIONS AND LEGACIES

Donations receivable for the general purpose of the Charity are credited to 'unrestricted funds'. Donations for purposes restricted by the wishes of the donor are taken to 'restricted funds' where these wishes are legally binding on the governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted

Legacies are recognised when there is adequate certainty and reliability of receipt and their value can be accurately measured.

g) RESOURCES EXPENDED

Expenditure is classified under the two principal categories of Raising Funds and Charitable Activities rather than the type of expense, in order to provide more useful information to users of the financial statements.

Expenditure on Raising Funds includes the costs incurred in generating voluntary income, for example, donations and legacies. Charitable Activities comprise direct expenditure including direct staff costs attributable to the activity. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with use of the resources. Governance costs include the costs now being apportioned to charitable activities incurred for compliance with constitutional and statutory requirements.

h) VALUE ADDED TAX

The School is not registered for Value Added Tax. All expenditure is therefore included under the expense headings to which it relates inclusive of any Value Added Tax.

i) TAXATION

The School is a registered Charity and is exempt from taxation on income arising from and expended on its charitable activities.

j) PENSION COSTS

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the School. In accordance with FRS102, therefore, the scheme is accounted for as a defined contribution scheme.

All non-teaching staff are entitled to join a group personal pension scheme. The current scheme for the purpose of auto enrolment is The People's Pension a money purchase scheme.

k) TANGIBLE FIXED ASSETS AND DEPRECIATION

Freehold buildings are carried in the balance sheet at their cost less depreciation as the Governors consider it is not appropriate to apply a current value to such property. The cost of new buildings is added to fixed assets as it is incurred. Only purchases of assets over £5,000 are included as fixed assets.

String instruments are recognised in the accounts at either their original cost where this information is known, at an estimated valuation in 2002 where they were donated prior to 2002, or at an estimated valuation at the date of donation if this is after 2002.

String instruments are not depreciated as the quality of the instruments held is such that their likely useful life is in excess of 50 years.

Depreciation is provided on the cost or valuation of assets, over the estimated useful life of the assets. The rates of depreciation are as follows:

Assets under construction	- nil
Freehold Buildings	- 2% on cost
Furniture and Equipment	- 25% on cost
Motor Vehicles	- 25% reducing balance
Instruments - Pianos and Keyboards	- over ten years
IT Software	- over three years
Assets held under finance lease	- over the term of the lease

Land is not depreciated and freehold buildings are only depreciated once brought into use.

l) EMPLOYEE BENEFITS

The costs of short-term employee benefits are recognised as a liability and an expense. Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

m) INVESTMENTS

Investments are included in the financial statements at fair value, with any surplus or deficit on revaluation being shown as unrealised gains or losses on the face of the Statement of Financial Activities.

Investment property is included in the financial statements at fair value, with any surplus or deficit on revaluation included as an unrealised gain or loss.

n) STOCKS

Stocks are valued at the lower of cost and net realisable value at the balance sheet date.

o) TRANSLATION OF FOREIGN CURRENCIES

Transactions in foreign currencies are converted into sterling at the rates ruling on the dates of the transactions. Assets and liabilities at the year end which are denominated in foreign currency are translated at the rates ruling at the balance sheet date.

p) LEASES

Rentals payable under operating leases are charged to the Statement of Financial Activities as incurred.

q) FUNDS

Permanent Endowment — These are funds where the Governors are required to hold capital, as represented by the investments, and are not entitled to spend it. Income arising from these funds is included within restricted funds in accordance with the donors' wishes.

Expendable Endowment — These are capital funds where the Governors are entitled to disburse the capital as well as income arising from the invested funds.

Restricted — these are monies which have legal restrictions on their use where donors have specified the funds can only be spent on certain of the School's activities.

Unrestricted — General funds are available for use at the discretion of the Governors in furtherance of the School's general objectives. Designated funds are set aside out of general funds by the Governors, for particular purposes.

r) CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimate are considered by the Governors to have the most significant effect on amounts recognised in the financial statements.

i. **Instrument valuation**

String instruments are included in the accounts at original cost or an estimated value if donated prior to 2002 or an estimated value at date of donation after 2002. The values are sensitive to the condition of the instrument and external market factors.

ii. **Depreciation**

The annual depreciation charge for property, plant and equipment is sensitive to change in useful economic life and residual values of assets. These are reassessed annually.

iii. **Valuation of investments**

The value of investments reflects the movement of the stock and other markets and can therefore decrease as well as increase. The value of the investment property is dependent on factors affecting house prices in the United Kingdom, local market fluctuations and the impact of the Coronavirus pandemic.

s) FINANCIAL INSTRUMENTS

i. Cash and cash equivalents

Cash and cash equivalents include cash at banks and in hand and short term deposits with a maturity date of three months or less.

ii. Basic financial instruments

The charity only holds basic financial instruments as defined by FRS 102. 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 FEE INCOME

The School's activities are carried out within the UK.
The school's fee income comprised:

	2020	2019
	£	£
Gross fees	3,712,177	3,666,550
Less: Covid fee rebates	(48,218)	-
Less: Scholarships and bursaries	(597,979)	(714,824)
	3,065,980	2,951,726

3 OTHER INCOME

	2020	2019
	£	£
Trading income - Unrestricted funds	90,869	231,776
	90,869	231,776

4 INVESTMENT INCOME

	2020	2019
	£	£
Unrestricted funds		
Interest received	896	2,073
Dividend income	174,230	170,830
Restricted funds		
Interest received	-	-
Dividend income	87,391	84,180
	262,517	257,083

5 DONATIONS, GRANTS AND LEGACIES

	2020	2019
	£	£
Unrestricted funds	538,526	745,508
Restricted funds	1,483,865	488,830
Endowed funds	10,000	10,000
	2,032,391	1,244,338

Included within restricted funds is £104,461 (2019: £nil) relating to government grants for furlough payments.

6 EXPENDITURE

(a) Costs of Raising Funds

	Staff costs (note 7) £	Other £	Depreciation £	Total 2020 £
Direct fundraising costs	173,475	35,121	-	**208,596**
Direct trading expenditure costs	111,802	81,261	-	**193,063**
Other expenditure	-	4,638	-	**4,638**
Total Costs of Raising Funds	**285,277**	**121,020**	**-**	**406,297**

Charitable expenditure

	Staff costs (note 7) £	Other £	Depreciation £	Total 2020 £
Teaching	1,852,340	77,528	67,853	**1,997,721**
Welfare	302,818	126,573	1,525	**430,916**
Premises and Estates	118,501	353,718	409,724	**881,943**
Administration	426,971	361,858	-	**788,829**
Governance	-	21,397	-	**21,397**
Total Charitable Expenditure	2,700,630	941,074	479,102	**4,120,806**
Total Expended	2,985,907	1,062,094	479,102	**4,527,103**

2019

Costs of Raising Funds

	Staff costs (note 7) £	Other £	Depreciation £	Total 2019 £
Direct fundraising costs	144,856	37,504	-	182,360
Direct trading expenditure costs	84,010	103,173	-	187,183
Total Costs of Raising Funds	228,866	140,677	-	369,543

Charitable expenditure

	Staff costs (note 7) £	Other £	Depreciation £	Total 2019 £
Teaching	1,882,229	234,241	67,853	2,184,323
Welfare	212,272	206,265	1,525	420,062
Premises and Estates	76,965	558,540	399,627	1,035,132
Administration	361,968	628,621	-	990,589
Finance	-	54,447	-	54,447
Governance	-	42,425	-	42,425
Total Charitable Expenditure	2,533,434	1,724,539	469,005	4,726,978
Total Expended	2,762,300	1,865,216	469,005	5,096,521

(b) Other Governance Costs include:	2020 £	2019 £
Auditors' remuneration - Audit Fees	21,397	18,500

7 STAFF COSTS

	2020 £	2019 £
Wages and salaries	1,982,221	1,855,380
Social security costs	212,948	173,239
Other pension costs	336,391	247,956
Self-employed and agency staff	454,347	485,725
	2,985,907	2,762,300

The average monthly number of employees during the year was as follows:

	2020 No.	2019 No.
Teaching	21	22
Non-teaching staff	28	22
	49	44

The number of employees £60,000 in the year was as follows:

	2020 No.	2019 No.
£60,000 - £70,000	1	-
£70,001 - £80,000	2	3
£160,001 - £170,000	-	1

Pension contributions for the year amounted to £34,654 (2019: £33,398) for the above employees.

8 GOVERNORS REMUNERATION AND BENEFITS

No Governors received renumeration for the year ended 31 August 2020 nor for the year ended 31 August 2019.

No Governor (2019: No govenor) was reimbursed travel expenses totalling £nil (2019: £nil). Trustees' Indemnity insurance cost £140 (2019: £140). Donations were also received from 13 Governors during the year totalling £20,015 (2019- £54,402 from 9 Governors).

Key management personnel include the Govenors (who are not remunerated) and the Leadership team. The total remuneration including pension contributions, employers National Insurance and benefits totalled £606,921 (2019: £595,842).

9 PENSIONS

The School participates in the Teachers' Pension Scheme ('the TPS') for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £206,346 (2019: £147,463) and at the year end £0 (2019: £0) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by The Teachers' Pensions Regulations 2010 (as amended) and The Teachers' Pension Scheme Regulations 2014 (as amended). 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. A consultation was launched by the government on 16 July 2020, and closed to responses on 11 October 2020.

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. The pause was lifted in July 2020 and the government is preparing to complete the cost control element of the 2016 valuations, which is expected to be completed in 2021.

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 the consultation and the cost cap mechanism review are completed 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.

The People's Pension

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The charge to the statement of financial activities in respect of the defined contribution scheme was £130,045 (2019: £100,493).

10 NET INCOME FOR THE YEAR

	2020	2019
	£	£
Net income is stated after charging:		
Depreciation of tangible fixed assets	**479,103**	467,481

11 TANGIBLE FIXED ASSETS

	Freehold Property	Musical Instruments	Fixtures & Fittings	Furniture and Academic Equipment	Motor Vehicles	**Total**
	£	£	£	£	£	**£**
Cost:						
At 1 September 2019	15,367,389	2,003,418	327,865	848,398	45,950	**18,593,020**
Additions	-	17,500	7,104	54,539	-	**79,143**
Disposals	-	-	-	-	(18,029)	**(18,029)**
At 31 August 2020	15,367,389	2,020,918	334,969	902,937	27,921	**18,654,134**
Depreciation:						
At 1 September 2019	3,118,351	641,428	108,854	808,412	42,900	**4,719,945**
Charge for year	302,563	67,853	66,994	40,168	1,525	**479,103**
Disposals	-	-	-	-	(18,029)	**(18,029)**
At 31 August 2020	3,420,914	709,281	175,848	848,580	26,396	**5,181,019**
Net book value:						
At 31 August 2020	11,946,475	1,311,637	159,121	54,357	1,525	**13,473,115**
At 1 September 2019	12,249,038	1,361,991	219,011	39,986	3,050	**13,873,076**

12 INVESTMENTS

	Investment Property £	Listed investments £	**2020 £**	2019 £
Valuation At 1 September 2019	**350,000**	**7,982,145**	**8,332,145**	**8,035,213**
Additions	**-**	**21,601**	**21,601**	**36,000**
Disposals	**-**	**-**	**-**	**-**
Gains/(Losses) arising from movements in valuations	**72,854**	**378,372**	**451,226**	**256,262**
Valuation At 31 August 2020	422,854	8,382,118	8,804,972	8,327,475
Historic cost at 31 August 2020	-	5,547,623	5,547,623	5,526,023
UK equities	-	8,372,062	8,372,062	7,972,088
Property	422,854	-	422,854	350,000
Cash	-	10,056	10,056	5,387
	422,854	8,382,118	8,804,972	8,327,475

Investment properties were valued as at 31 August 2020 on the basis of market value. This is the Governors' best estimate of the market value.

13 STOCK

	2020 £	2019 £
General Stock	3,685	3,120

14 DEBTORS

	2020 £	2019 £
Fee debtors	**118,527**	107,909
Other debtors	**9,867**	-
Prepayments and accrued income	**885,911**	138,594
Amount due from subsidiaries	**114,318**	36,523
	1,128,623	283,026

Included in Prepayments and accrued income in 2020 is £737,500 of accrued legacies (2019- £nil). In addition to legacies received and accrued in the year, the charity is a residual beneficiary of several legacies. The estimated value is in the region of £900,000. This has not been included in the Financial Statements as it cannot be measured reliably.

15 CREDITORS

Amounts falling due within one year:	2020	2019
	£	£
Loans	8,333	-
Trade creditors	160,658	86,800
Taxation and social security costs	52,679	50,559
Fee Deposits	52,708	57,520
Deferred Income and Fees in advance	139,710	131,113
Other creditors	30,946	37,107
Accruals	112,956	211,278
	557,990	574,377

Deferred income:	2020	2019
	£	£
Deferred fee income at 1 September 2019	131,113	179,044
Fees released to the income statement	(131,113)	(179,044)
Deferred fee income for Autumn Term 2020	109,710	83,139
Deferred income ticket sales	-	47,974
Deferred income donated	30,000	-
Deferred fee income at 31 August 2020	139,710	131,113

16 CREDITORS DUE AFTER ONE YEAR

	2020	2019
	£	£
Amounts falling due after more than one year:		
Bank loan	491,667	-
	491,667	-

	2020	2019
	£	£
Movement on loans		
In one year or less	8,333	-
Between one and two years	100,000	-
Between two and five years	300,000	-
After five years	91,667	-
	500,000	-

The bank loan provided by the Charity by Lloyds Bank Plc is secured by first legal charge over the freehold land & building at Milfield Lodge. The loan is a CBIL for £500,000 with a six year term with an interest rate of 1.41% which is paid by the government in the first year.

17 STATEMENT OF FUNDS

2020	At 1 September 2019 £	Income £	Expenditure £	Transfer Between Funds £	Gains/ (losses) £	At 31 August 2020 £
Unrestricted funds:						
General reserve	433,191	3,870,501	(3,913,276)	594,003	72,848	1,057,267
Designated fund:						
White House Art Fund	776	-	-	(776)	-	-
Wallace Curzon	5,000	-	(450)	-	-	4,550
Designated Bursary Fund	100,280	-	-	(47,175)	269	53,374
Total designated	106,056	-	(450)	(47,951)	269	57,924
Fixed Asset Funds	13,873,077	-	(479,103)	79,143	-	13,473,117
Restricted funds:						
Bursary Funds	700,976	1,165,672	-	(544,185)	-	1,322,463
Other Restricted Funds	142,801	405,584	(134,274)	(81,010)	-	333,101
Total restricted	843,777	1,571,256	(134,274)	(625,195)	-	1,655,564
Endowment funds:						
Permanent Endowments	1,898,309	10,000	-	-	126,234	2,034,543
Expendable Endowments	5,340,277	-	-	-	251,872	5,592,149
Total endowment	7,238,586	10,000	-	-	378,106	7,626,692
Total funds	22,494,687	5,451,757	(4,527,103)	-	451,223	23,870,564

17 STATEMENT OF FUNDS (CONTINUED)

2019	At 1 September 2018 £	Income £	Expenditure £	Transfer Between Funds £	Gains/ (losses) £	At 31 August 2019 £
Unrestricted funds:						
General reserve	360,341	3,999,453	(5,014,453)	1,087,850	-	433,191
Designated fund:						
White House Art Fund	776	-	-	-	-	776
Wallace Curzon	2,500	2,500	-	-	-	5,000
The Instrument Fund	220,000	-	-	(220,000)	-	-
Designated Bursary Fund	-	99,960	-	-	320	100,280
Student Aid	44,171	-	-	(44,171)	-	-
Total designated	267,447	102,460	-	(264,171)	320	106,056
Fixed Asset Funds	14,009,283	-	-	(136,206)	-	13,873,077
Restricted funds:						
Bursary Funds	911,843	503,957	-	(714,824)	-	700,976
Other Restricted Funds	128,465	69,053	(82,068)	27,351	-	142,801
Total restricted	1,040,308	573,010	(82,068)	(687,473)	-	843,777
Endowment funds:						
Permanently Endowments	1,802,780	10,000	-	-	85,529	1,898,309
Expendable Endowments	5,169,864	-	-	-	170,413	5,340,277
Total endowment	6,972,644	10,000	-	-	255,942	7,238,586
Total funds	22,650,023	4,684,923	(5,096,521)	-	256,262	22,494,687

Designated Funds:

White House Art Fund: This includes monies earmarked by the Governors for buying works of Art for displaying in the White House.

Wallace Curson: These funds are usually given to students in their final year when they leave the School.

Designated Bursary Fund: This represents legacy income received. This is to be used for bursaries as and when the need arises.

Fixed asset Funds: The fixed asset funds represents money held in tangible fixed assets used by the School.

Restricted Funds:

Restricted Bursary Funds: These funds arise from legacies, grants and donations made for the specific purpose of providing bursaries to students: the recipients and amounts of bursaries are determined by the Head and Governors.

Other Restricted Funds: These funds arise from grants and donations made for specific purposes other than bursaries.

Transfer of Funds: The transfer of funds from restricted Bursary Funds to the unrestricted General Reserve represents the bursaries provided to the students in the year. Transfer of funds from other restricted funds to unrestricted general reserve represents amount spent on specific restricted funds in previous years now allocated correctly against the relevant restricted fund.

Endowment Funds:
Permanent Endowment Funds are those where Governors are required to hold the capital and are not entitled to convert it to income. Income arising from these funds is included within restricted funds and is spent in line with the wishes of the donor.

Expendable Endowment Funds are those where the Governors have the power to convert the fund to part thereof to income.

18 ANALYSIS OF NET ASSETS BETWEEN FUNDS

2020	Unrestricted funds £	Restricted Funds £	Permanent Endowment £	Expendable Endowment £	2020 Total £
Tangible fixed assets	13,473,115	-	-	-	**13,473,115**
Investments	553,317	624,963	2,034,543	5,592,149	**8,804,972**
Net Current Assets	1,053,543	1,030,601	-	-	**2,084,144**
Long term liabilities	(491,667)	-	-	-	**(491,667)**
Total net assets	14,588,308	1,655,564	2,034,543	5,592,149	**23,870,564**

2019	Unrestricted funds £	Restricted Funds £	Permanent Endowment £	Expendable Endowment £	2019 Total £
Tangible fixed assets	13,873,076	-	-	-	**13,873,076**
Investments	387,913	700,976	1,898,309	5,340,277	**8,327,475**
Net Current Assets	151,335	142,801	-	-	**294,136**
Total net assets	14,412,324	843,777	1,898,309	5,340,277	22,494,687

19 COMMITMENTS UNDER OPERATING LEASES

At 31 August 2020, the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2020 £	2019 £
Due within one year	9,546	9,546
Due between two and five years	10,307	14,401
	19,853	23,947

20 RELATED PARTIES

During the year, YMS Enterprises had transactions totalling £145,198 (2019: £189,638) with the School. At 31 August 2020, £39,992 (2019: £20,131) was owed by YMS Enterprises. During the year, YMS China Limited had transactions totalling £147,444 (2019: £nil) with the School. At 31 August 2020, £74,326 (2019: £16,392) was owed by YMS China Limited.

21 SHARE CAPITAL

The company does not have any share capital and is limited by guarantee. The liability of the 14 members is limited to £1.00 each.

22 CAPITAL COMMITMENTS

Capital expenditure contracted at 31 August 2020 amounted to £144,000 (2019: £nil).

23 SUBSIDIARY UNDERTAKINGS

YMS ENTERPRISES

YMS Enterprises (company registration number 06775727; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 17 December 2008. The principal activities of the company are to offer public and private concerts, summer schools and associated services and general merchandising. The total net profit is gifted to the School. A summary of the results of the subsidiary is shown below.

The financial statements of YMS Enterprises for the year to 31 August 2020 which are not consolidated with the School's financial statements, showed the following position:

	31 August 2020	31 August 2019
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	36,647	53,226
Debtors	12,612	22,811
Creditors: amounts falling due within one year	(49,259)	(42,240)
TOTAL NET ASSETS	-	33,797
RESERVES		
Profit and loss account	-	33,797
PROFIT AND LOSS ACCOUNT		
Turnover	77,810	183,066
Operating costs	(46,319)	(117,090)
GROSS PROFIT	31,491	65,976
Administrative expenses	(13,860)	(32,179)
Profit in year	17,631	33,797
Retained profit brought forward	33,797	34,647
Amount distributed to YMS under Gift Aid	(51,428)	(34,647)
RETAINED PROFIT	-	33,797

23 SUBSIDIARY UNDERTAKINGS (CONTINUED)

YMS CHINA

YMS China Limited (company registration number 11712861; registered address Yehudi Menuhin School, Millfield, Stoke D'Abernon, Cobham, KT11 3QQ) is a wholly owned subsidiary undertaking registered in England and Wales, which was incorporated as a company limited by guarantee on 5 December 2018. The principal activities of the company is to offer cultural education on the ethos and methodology principles of Yehudi Menuhin in running educational establishments. The total net profit is gifted to the School. A summary of the results of the subsidiary is The financial statements of YMS China Limited for the year to 31 August 2020 which are not consolidated with the School's financial statements, showed the following position:

	31 August 2020	31 August 2019
BALANCE SHEET	£	£
Current Assets		
Cash at bank and in hand	335,200	-
Debtors	-	-
Creditors: amounts falling due within one year	(335,200)	(16,392)
TOTAL NET ASSETS	-	(16,392)
RESERVES		
Profit and loss account	-	(16,392)
PROFIT AND LOSS ACCOUNT		
Turnover	250,000	50,000
Operating costs	(72,818)	(66,392)
GROSS PROFIT	177,182	(16,392)
Administrative expenses	(100,079)	-
Profit/(loss) in year	77,103	(16,392)
Retained (loss) brought forward	(16,392)	-
Amount distributed to YMS under Gift Aid	(60,711)	-
RETAINED PROFIT/(LOSS)	-	(16,392)

24 NOTES TO THE CASHFLOW STATEMENT

Reconciliation of operating result to net cash inflow from operating activities	2020 £	2019 £
Net movement in funds	1,375,877	(155,335)
Gains on investments	(451,223)	(256,262)
Depreciation	479,102	469,005
Dividends and interest received	(262,517)	(257,083)
Increase/(Decrease) in creditors	(24,720)	88,935
(Increase)/Decrease in debtors	(845,597)	(81,465)
(Increase)/Decrease in stocks	(565)	(84)
	270,357	(192,289)

Analysis of Changes in net debt

	At 1 September 2019	Cashflows	Other non-cash changes	At 31 August 2020
Cash and cash equivalents				
Cash- in hand	582,367	927,459	-	1,509,826
-investments	5,387	4,669	-	10,056
	587,754	932,128	-	1,519,882
Borrowings				
Debt due within one year	-	-	(8,333)	(8,333)
Debt due over one year	-	(500,000)	8,333	(491,667)
Total	587,754	432,128	-	1,019,882