

KRISHNAMURTI FOUNDATION TRUST LTD

England & Wales · Charity number 312865

Details

Status Registered

Legal form Charitable company

Company number [01055588](#)

Registered 1973-03-12

Register [View on the Charity Commission register](#)

Contact

Address Krishnamurti Foundation Trust Ltd
Brockwood Park
Brockwood
Bramdean
Alresford
SO24 0LQ

Phone 01962793820

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Website www.kfoundation.org

Activities

Objects: TO ADVANCE THE EDUCATION OF THE PUBLIC IN PHILOSOPHY, SOCIOLOGY, PSYCHOLOGY AND COMPARATIVE RELIGION AND IN PARTICULAR TO PROMOTE THE STUDY OF THE TEACHINGS IN THOSE FIELDS OF JIDDU KRISHNAMURTI.

Activities: To advance the education of the public in philosophy, sociology, psychology and comparative religion and in particular to promote in those fields the study of the teachings of Jiddu Krishnamurti.

Classification

- **How:** Provides Services, Other Charitable Activities
- **What:** Education/training
- **Who:** Children/young People, The General Public/mankind

Geography

- Hampshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-07-31	£2,960,806	£2,769,544	£11,280,989	56
2024-07-31	£4,634,068	£2,877,098	£11,012,879	48
2023-07-31	£3,429,368	£2,530,837	£9,027,262	53
2022-07-31	£2,705,601	£2,312,110	£8,109,216	54
2021-07-31	£2,731,645	£1,985,124	£7,715,725	57

Trustees

Name	Role	Appointed
Wendy Smith	Chair	2011-09-08
Alistair Cavan Herron		2016-11-04
Derek Hook		1997-03-02
Gary Primrose		2009-11-01

KRISHNAMURTI FOUNDATION TRUST LTD

England & Wales - Charity number 312865

Accounts

Charity Registration No. 312865 (England and Wales)

Company Registration No. 1055588 (England and Wales)

KRISHNAMURTI FOUNDATION TRUST LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2025

KRISHNAMURTI FOUNDATION TRUST LIMITED

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KRISHNAMURTI FOUNDATION TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. D. A. Hook Mr. G. Primrose Mrs. W. Smith Mr. A. C. Herron Ms. M Kuyper		
Secretary	Mr. G. Primrose		
Charity number (England and Wales)	312865		
Company number	1055588		
Registered office	Brockwood Park Bramdean Alresford Hampshire SO24 0LQ		
Key personnel	Mr. T. Lehmann Co-Chair of School Management Committee Ms M. Masoumian Bursar and Co-Chair of School Management Committee Mr. R. Patel Head of Foundation and Centre Mr. T. Power Member of School Management Committee Mrs. K. Power Member of School Management Committee		
Solicitors	Veale Wasbrough Vizards LLP (VWV) With offices in London, Watford, Bristol and Birmingham Paris Smith 1 London Road Southampton SO15 2AE		
Banker	NatWest Bank Plc Winchester Old Bank 105 High Street Winchester Hampshire SO23 9AH	Investment Manager	Cazenove Capital Schroder & Co. Limited 1 London Wall Place London EC2Y 5AU
Auditor	Azets Audit Services Third Floor, Gateway House Tollgate Chandlers Ford Hampshire SO53 3TG		
Websites	Main School www.brockwood.org.uk Small School www.inwoods.org.uk Foundation www.kfoundation.org.uk Centre www.krishnamurticentre.org.uk Global www.jkrishnamurti.org		

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2025

The trustees present their report and financial statements for the year ended 31 July 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard, applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

OUR PURPOSES, ACTIVITIES, AIMS AND OBJECTIVES

Our Charity's purposes, as set out in the objects contained in the company's Articles of Association, are to advance the education of the public in philosophy, sociology, psychology, and comparative religion and to promote in those fields the study of the teachings of Jiddu Krishnamurti.

The Charity operates in four areas:

1. Brockwood Park School provides a general education for students aged 14 years and over.
2. Inwoods Small School also provides a general education, but for pupils up to the age of 11 years.
3. The Foundation maintains the archives of the works of Jiddu Krishnamurti and disseminates Krishnamurti's work via print and digital mediums.
4. The Krishnamurti Centre provides opportunities for the study of philosophy, sociology, comparative religion, and in particular the study of the teachings of Krishnamurti, for adult members of the public.

Our Objectives

Our objectives are set up to reflect the educational aims of our Schools, the preservation and dissemination by the Foundation of the works of Jiddu Krishnamurti and his many discussions with other philosophers, psychologists, social scientists, and religious figures and to provide a high quality study centre to enable visitors to study these works and other comparative, religious and psychological works available in the library and discuss and explore them.

In setting our objectives and planning our activities, the Trustees have considered the Charity Commission's general guidance on public benefit and to its supplementary public benefit guidance on advancing education and on fee-charging.

Our key objectives for the year included:

- Creating a digital campaign for the Krishnamurti Centre with the aim of bringing more people to the Centre and to the various programmes currently offered.
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
- Continue creating new podcasts for the dissemination of Krishnamurti's teachings.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
- Continue to publish the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
- Creating new promotional video for the school in order to assist with our social media promotions and campaigns.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so.

Our Public Benefit

We endeavour to encourage all who wish to attend our schools to do so, irrespective of their financial means (see our Bursary Policy below). We strongly believe that our schools and our students benefit from learning within a diverse community. We offer a generous bursary fund. In the academic year 2024–2025, the bursary awarded amounted to 19% of total school fees (8.6% in 2024), representing a substantial increase on the previous year.

Our schools hold in-person and online Open Days which members of the local community are welcome to attend. Many teachers and educators, not connected with the charity, visit the schools and the Centre to view and discuss the unique educational approach on offer. From time-to-time, the schools are approached by PhD and research students in education asking to come and visit.

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The Foundation's online activities continue to make Krishnamurti's transformative message freely accessible to a global audience. Our strategic focus on digital outreach, combined with an adaptive and agile approach to evolving technologies and trends, has significantly amplified the impact of our work.

Our Instagram page is approaching 1.2m million followers, a testament to the increasing relevance of Krishnamurti's message in today's world. His teachings resonate with audiences of all ages – particularly younger generations – providing insights into self-understanding and offering guidance in facing modern crises and challenges. In a digital environment often overwhelmed by superficial content, Krishnamurti's profound message stands out, by virtue of its freedom from dogmatic assertions.

To meet people where they are, we maintain a strong presence across major platforms, diversifying our digital output. Our official YouTube channels host 4,500 videos, with over one million combined subscribers, generating 36 million views annually through daily content releases. Accessibility remains a top priority, with 5,500 subtitles available in 40 languages. We have also created free directories with links and information for the videos and audios available on our official YouTube channels, and we offer several free booklets in both digital and printed format.

In addition to Instagram and YouTube, our growing presence on TikTok, X (formerly Twitter), Facebook, and Threads has garnered 650,000 combined followers, further extending our reach. Our podcast, *Urgency of Change – The Krishnamurti Podcast*, is now in its seventh season, featuring over 275 episodes and surpassing 2.9 million all time downloads.

Our website has become a comprehensive repository of curated Krishnamurti material. With 940 pages of quotes, articles, photographs, free downloads, and an index of 220 topics, the site serves both newcomers and those already familiar with Krishnamurti, allowing exploration at any depth. Transcripts, videos, audios, and quotes from various talks are freely available on our international website (krishnamurti.org). Over the past year, our websites have received more than 800,000 visits.

With the assistance of Google's free search advertising facilities, the charity has expanded its reach, boosted visibility, and driven significant traffic to its website. Across all networks, we reached more than 100 million individuals in the past year.

The most important proof of the impact of all this work is the recent popularity of in-person activities taking place at the Krishnamurti Centre, our retreat centre in Hampshire. Hundreds of people from all over the world come together every year to attend retreats and look into fundamental questions of life. Most of them have heard about Krishnamurti and such retreats through our online activities and in particular social media.

Our charges for staying at the Krishnamurti Centre are kept as low as possible to ensure that all who wish to attend can do so. All Centre rooms during week days have lower rates. If a guest cannot afford the full room-rate, we may make a discretionary reduction to the cost, or allow a guest to stay for free. For most of the year, the Centre is open, free of charge, to any day visitor who wishes to make use of the facilities (library, video-room, audio and video players) thereby encouraging people to visit regularly to study and research Krishnamurti's teachings and other religious, psychological and spiritual works. We offer a one-time discount for students and people who may not be able to afford the costs to enable them to visit and stay at the Centre. We have developed programmes at Krishnamurti Centre which would enable wider access to interested people. We have a 2-4-week volunteer programme allowing individuals to stay at the centre free of charge. We have expanded our choices of accommodation allowing participants in our newly designed summer gathering and young adult retreats to stay at Brockwood and visit the centre on a very low-cost basis. We have expanded our offering of discretionary fares for such events. We have allocated three rooms at the Centre for a lower discretionary rate enabling wider access to public. We have added 7 reduced-rate rooms for anyone who cannot afford our events to be able to attend them. On an ad hoc basis we also offer other ways for people to have access to the centre at discount such as extra free night for anyone staying for at least 2 nights (such campaigns are done on ad hoc basis and gets communicated to the public via our social media channels and digital newsletters).

We have created meticulously designed small booklets containing curated materials from Krishnamurti's work and we make them available for free in both print and digital format.

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At the Krishnamurti Centre we have brochures, bulletins, and articles available for free, which give information about Krishnamurti's teachings and the intentions of the Centre and which we send to anyone who contacts us and wishes to know more.

At least six times a year the Foundation sends out, free of charge to our subscribers, e-newsletters containing audio, video and text of the teachings of Krishnamurti.

Bursaries and Financial Assistance

As stated above, the Trustees believe that it is important to make bursaries available to students from families who may not be able to pay all of the school fees. In assessing a family's means we take many factors into consideration, including family income, investments, savings, etc. We currently rely primarily on the generosity of benefactors to provide bursaries. We must ensure that a balance is struck between fee-paying parents and those benefiting from the bursaries.

Bursaries range from a 10% to an 85% remission of fees. Information about fee assistance through bursaries is provided to all who request it. In the current year the school has made available 19% of its total expected fee income for bursaries. The fees for the main school are paid annually and before the start of the term. However, we understand that some families need to budget carefully, therefore, we offer the facility to pay fees in two or three instalments. The fees for Inwoods Small School are paid termly. In exceptional cases and upon request, as an additional provision of financial aid, we agree on a payment-plan with parents who need this assistance to be able to afford the fees.

OUR STRATEGY

The Trustees are responsible for setting strategies for achieving the objectives determined for the areas of operation of each section of the Charity.

Key objectives and strategies

Our key objectives of the charity are listed below with strategies adopted to achieve those also displayed:

- Creating digital campaign for the Krishnamurti Centre with the aim of bringing more people to the Centre and various programmes it is now running.
 - Creating various social media posts and promoting it on our social media channels to promote the Centre and its various events and programmes;
 - Running paid social media campaigns on various platforms to promote the Centre and its various programmes;
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
 - Releasing more than 1000 pieces of content on our social media channels currently subscribed to by more than 2 million people. These posts are carefully curated by an experienced team and are being shared for free.
 - Running paid campaigns to bring the work of Krishnamurti to the attention of more people;
 - Creating meticulously designed, booklets containing selected quotes of Krishnamurti for public to download for free.
- Continue creating new podcasts for the dissemination of Krishnamurti's teachings.
 - Carefully chosen material from the work of Krishnamurti is organised around various topics and shared free of charge on various podcast platforms.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
 - Videos and audio recordings of Krishnamurti's talks and discussions continue to be placed on our YouTube channels for free access of public. Many of these videos and audio recordings have subtitles in more than 40 languages.
- Continue to publish the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
- Create new promotional video for the school in order to assist with our social media promotions and campaigns.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so.

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Achievement and performance

The charity continues to improve its financial health despite facing a challenging economic and regulatory environment.

The Foundation's digital activities have brought Krishnamurti's teachings to millions of people worldwide, entirely free of charge. New social media campaigns have significantly increased online engagement, with our Instagram page now approaching 1.2 million followers. On our official ad-free YouTube channels, which have more than one million combined subscribers, Krishnamurti's talks receive over 36 million views in a year. Thanks to carefully designed social media activity, the use of a Google Ad Grant, and our online platform kfoundation.org – an extensive repository with over 940 pages of curated free content – the Foundation's websites receive 800,000 visits annually. Our popular podcast, *Urgency of Change – The Krishnamurti Podcast*, is now in its seventh season and has been downloaded 2.9 million times.

The Foundation continues to work closely with two prominent publishers in the UK, Watkins and Rider. We have a new book due to be published by Rider.

We are continuing with the new programmes recently introduced at the Centre. These include the 2-4-week volunteering programme, Young Adult retreats, Group retreats and a Summer Gathering. All have been very successful and have been very well attended, bringing more people from diverse backgrounds to the Centre. Most people hear about our centre programmes as a result of our social media initiatives. The Centre has seen its number of rooms booked overnight increase by 165% compared with 2022, increasing from 2,436 to 6,477. This indicates a significant rise in the number of people using the Centre.

Pupil Numbers, Visitors and Fees

We had 59 students enrolled at Brockwood Park School and 22 at Inwoods Small School for the 2024–25 academic year.

The two-tier fee structure, that was put in place for the small school and the main school, was maintained for academic year 2024–25. The small school lower tier was £8,498 and the higher tier was £9,579. The main school lower tier fee was £29,000 and the higher tier was £37,850. For the academic year 2024–25, the Board of Trustees decided to pass on 14% of the 20% VAT, introduced by the government from 1 January 2025, to parents with the school absorbing the remaining 6%. Some parents, particularly those receiving bursaries, requested assistance with this additional cost, which was provided in most cases.

Co-curricular Activities

In addition to a full programme of academic courses, AS/A-level and non-exam courses, the main school continues to offer a wide range of co-curricular activities. These range from pottery and woodwork, through gardening and bushcraft, to a range of music-related tuition and a good selection of sports. There is a lot of interest in the performing arts and two major concerts (or a concert and a play) are prepared each year. The school also organises a selection of trips for students during term-time to museums, galleries, theatres, and nature reserves. The main school continued to offer a workshop week with various workshops which students would not otherwise have access to.

At Inwoods children complete academic subjects such as English and Maths but they also do activities and projects that have a more creative or practical focus. These projects can include working with clay, wood, bushcraft, sewing and art. Outside of these projects they also spend time gardening, singing and doing drama. The school has many workshops by external speakers from organisations such as WaterAid and local businesses. The school also organises termly trips and after school clubs for two days each week.

Details of Bursary Awards – Policy into Practice

Bursaries and sponsorships awarded were 19% of our total expected fee income and amounted to £386,308. This aided 26 of our students at the main school, and 6 pupils at the small school.

The Trustees review the provision of bursaries annually and delegate the responsibility of offering bursaries to the School Management Committee. The scheme widens access to the schools to people from all backgrounds and walks of life and allows suitable students, who would otherwise be unable to attend, to be part of the school community.

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Environmental Incentives – Cutting our “Carbon Footprint”

Concern for the environment is an important part of living together at Brockwood. Both schools are vegetarian and grow a proportion of their own food organically in their kitchen gardens. A central part of the high school curriculum is Human Ecology, addressing environmental issues both practically and academically and Nature Study is a central part of the Inwood's curriculum.

Day-to-day activities such as reusing and recycling items have been standard practice for many years. We also take seriously our responsibility to preserve and enhance the Grade II listed house and surrounding landscape for current and future generations. Upgrades have been made to improve the environmental performance of our buildings, including better insulation and the installation of eco-friendly heating systems. In response to increasingly dry summers, we are improving water conservation through drip irrigation systems and the collection of rainwater in large storage tanks. The school grounds are designed to provide a variety of wildlife habitats such as woodland, hedgerow, wetland and wildflower areas for both educational purposes and also to increase biodiversity on our land.

As part of our ongoing commitment to renewable energy, we have invested in several low-carbon technologies. A wood-chip boiler heats the Centre building, and our newer staff and student accommodation, the Pavilions, is powered by ground-source heat pumps. We have also installed air-source heat pumps and a solar array atop the Cloisters building. All buildings use low-energy lighting and are now supplied by a renewable electricity provider. In addition, we use low-toxicity cleaning products across the Centre, Inwoods, and the main school.

Along with lowering our carbon footprint we also recognise the importance of maintaining and increasing carbon sequestration in our grounds and gardens both in the soil and in the vegetation cover. We do this by using no dig methods in the growing areas, by making our own compost to use in our organic gardens and by maintaining and enhancing tree cover on our 39 acres.

Our pathway to net zero was supported by an impact report created by Planet Mark two years ago. According to the report figures we average 3 to 4 tonnes CO₂ per person per year on the basis of around a hundred members in the community. The average British CO₂ footprint is 5.2 tonnes per person per year. We are continuing with our overall strategy towards net zero and can better track our progress using reports such as this.

We introduced Community and Volunteering Days this year at the main school, with all students participating. To enable full involvement, students were divided into two groups and visited the nearby Hinton Ampner Estate (National Trust) on two separate occasions. There, they supported the “Reimagining a Hampshire Estate” project, which focuses on increasing woodland cover, improving climate resilience, and boosting biodiversity. We plan to continue this initiative with the National Trust and the South Downs National Park in the coming years.

Fundraising

The charity does not use professional fundraisers. Our approach to fundraising is light-touch and relies significantly on communicating clearly and directly with our donors about activities in the charity and areas of needs within the charity. We have a close relationship with our donors and organise events, activities, and communication strategies to keep them very well informed of what happens at Brockwood. In our donor cultivation cycle we place less emphasis on requesting and a great deal on clear communication.

Future Plans

The charity plans to continue to clarify and review its long-term objectives and vision and align the internal operations with these objectives, devising strategies to achieve these objectives and vision.

In light of the above, the charity intends to initiate the following:

- Continue various digital campaigns for the Krishnamurti Centre with the aim of bringing more people to the Centre and various programmes it is now running.
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
- Continue creating new podcasts for the dissemination of Krishnamurti's teachings.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
- Continue to publish the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.

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FOR THE YEAR ENDED 31 JULY 2025

- Creating new introductory and promotional video for Brockwood Park in order to assist with our social media promotions and campaigns.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so.

FINANCIAL REVIEW

Our Finances

One of our risk management policies is to create a budget each year for the coming year. Quarterly reports are created comparing the actual income and expenditure with the budgets and forecasting the result for the year based upon the actual items. The Trustees consider these and act if necessary.

Total income of the charity decreased from £4,634,068 to £2,960,806. This was mainly due to a decrease in donations and legacies as the charity received exceptionally high amount of donations and gifts last year. The amount of donations being received in the year was £429,339 (2024 - £1,947,056). Legacies amounted to £87,493 (2024 - £109,833). After deducting expenses, the Net Incoming Resources for the charity amounted to £268,110 (2024 - £1,985,617).

As a registered charity, we continue to benefit from tax-exempt status, meaning we pay no tax on deposit interest applied to the charity's purposes and can reclaim tax suffered on Gift Aid donations. However, from April 2025, we no longer qualify for the 80% reduction in business rates on the buildings we occupy for charitable purposes, which has had a negative financial impact. Additionally, since January 2025, the requirement to charge VAT on school fees has resulted in 20% VAT payable on our fees. As noted above under "Pupil Numbers, Visitors and Fees", for the academic year 2024-25, 14% of this was passed on to parents with the school absorbing the remaining 6%. This, in turn, has increased the level of bursary support we provide to ensure that deserving students can still access the school.

Reserves Policy and Financial Health

The Charity has a Reserve Policy and an Investment Policy which are reviewed on an annual basis by the Trustees to ensure continuing appropriateness. The Trustees have considered the relevant factors and risk facing the Charity when arriving at the Reserve Policy. The Charity's assets are sufficient to meet its obligations and are all held for use by the four departments in the Charity. The endowment fund, which was set up in October 2022, is one of the main parts of the Reserve Policy and approach for the Charity. The funds currently in unrestricted funds will be held considering the other financial objectives of the Charity. At least 10% of the charity's unrestricted reserves are kept in checking and/or short notice deposit which can be withdrawn with notice of not more than 30 days. This is sufficient to cover 3 months of Charity's expenses.

As of 31 July 2025, the total funds of the Charity were £11,280,989 (2024: £11,012,879). Of these, £1,511,010 (2024: £1,800,767) are restricted funds, £1,678,266 (2024: £1,089,688) are endowed funds, and £8,091,713 (2024: £8,122,424) are unrestricted funds.

Of the unrestricted funds, £4,214,494 (2024: £4,053,693) is represented by tangible fixed assets, and £1,967,118 represented by net current liabilities (2024: £1,341,460 net current liabilities.) There are no long-term liabilities and provisions (2024: £76,519). The permanent endowment fund totals £1,678,266 (2024: £1,089,678).

Investment policy

The Charity has an Investment Policy which is reviewed on an annual basis by the Trustees to ensure continuing appropriateness. The financial objective of the Charity is to at least maintain the real value of the assets whilst generating a stable and sustainable return in long term. The investment objective is to generate a return of inflation plus 3% per annum over the long term, after expenses. The charity ensures that it has access to liquid investment assets in a short period of time to cover ongoing expenses should the ongoing income not meet the expenses or the unforeseen events impact the operation of charity. This amount would at least cover three months of the operating cost of the Charity.

The Charity's assets are invested widely and diversified by asset class. The Charity assets are invested in line with its aims. The trustees do not wish to adopt an exclusionary policy, but individual investments may be excluded if perceived to conflict with the Foundation's purpose. The Charity currently uses a sustainable multi asset fund for its

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long-term investments which aims to have a positive impact on people and the planet by avoiding harm through social, environmental or ethical considerations.

The Charity has appointed an investment management firm to manage the assets on a discretionary basis in line with the Charity's Investment Policy. At 31 July 2025, total investments were worth £7,011,319 (2024: £6,582,144), of which £1,166,982 (2024: £1,095,334) comprises a permanent endowment. The Charity follows the standard rules. £621,003 of the Charity's investments (2024 £479,038) are held in cash or short-term deposits.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Krishnamurti Foundation Trust Limited is a company limited by guarantee governed by its Articles of Association which were last altered in November 2024.

It is registered as a charity with the Charity Commission.

Each member agrees to contribute £1 in the event of the charity winding up.

Governing Body

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as the Governors. Under the requirements of the Articles of Association the normal term of office for a Governor is three years and the end of which they shall be eligible for re-election. Following the adoption of the Articles in November 2024, the Governors in office at that time continued to hold office under their existing terms. The governing body consists of the persons mentioned on page 1.

In accordance with the Articles of Association, Mrs Marina Kuyper and Mr G Primrose retire by rotation and being eligible, offer them for re-election.

The Governors meet as a body on at least three occasions in each year, the duration of each meeting being about four days.

All Governors give their time voluntarily as Trustees.

Recruitment and Training of Governors/Trustees

The existing Governors are always on lookout for finding appropriate Trustees with the necessary range of skills and experience and with a keen interest in Krishnamurti's Teachings. New Governors are mentored by more experienced Governors in the workings of the Charity and its procedures.

The two Safeguarding Liaison trustees, one of whom is the Health and Safety Liaison Trustee, regularly attend training on school regulatory and compliance matters and keep the other trustees informed and up to date with the latest updates to regulations. All the Trustees receive annual refresher safeguarding training including Online Safety.

Organisational Management

The Governors (Trustees) are legally responsible for the overall management and control of the four areas of the Charity. These are the main school (referred to as Brockwood Park School), the small school (referred to as Inwoods Small School), the Foundation (referred to as Krishnamurti Foundation Trust) and the adult Study Centre (referred to as The Krishnamurti Centre).

The Members of the Management Committees have day-to-day responsibility for the running of their respective areas and for implementing the policies set by the Governors. The School Management Committee has a day-to-day oversight and responsibility for running the schools. For Inwoods, the Co-ordinator who is also part of the School Management team has the day-to-day responsibility for running the Small School. The Head of the Foundation and Centre has a day-to-day oversight and responsibility for running the Centre and Foundation and liaises with the Co-Chairs of the School Management Committee for the matters concerning the whole charity.

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Risk Management

The Governors are responsible for the identification and management of risks. The major risks to which the Trust is exposed, are identified by the Governors with the assistance and consultation of the Management Committees. These risks have been reviewed and systems and procedures established to manage those risks. Examination of the risks and establishment of controls to mitigate them is delegated to the Management Committees and the process is overseen by the Bursar on behalf of the governing body. The Risk Register is reviewed by the Trustees in each Trustee meeting. A review of the risk management processes is undertaken annually at the November Trustee meeting. They monitor the risk and take appropriate mitigating action when required.

The key controls used by the charity include:

- formal agendas for all Governor Meetings.
- formal minutes taken at all meetings.
- comprehensive strategic planning, budgeting, and management accounting.
- formal written policies.
- clear authorisation and approval levels.
- clear job descriptions of all staff.
- vetting procedures as required by law for the protection of the vulnerable.
- crisis management procedures.
- legal and specialist advice.

Included within these controls are considerations of price, credit, liquidity, and cash-flow risks.

Through the risk management processes established for the charity the Governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable, but not absolute, assurance that major risks have been adequately managed.

Disclosure of information to the auditors

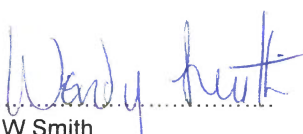
In so far as the Trustees are aware at the time of agreeing our Trustees' Annual Report:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees, having made enquiries of fellow Trustees and the Auditor, confirm that they have each taken all steps that they ought to have individually taken, to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

Auditor

Azets Audit Services were appointed as auditor to the charitable company and a resolution proposing that they be re-appointed will be put to a General Meeting.

The trustees' report, including the directors' report and strategic report, was approved by the Board of Trustees.


.....
Mrs W Smith

Date: 12/11/2025
.....

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2025

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Opinion

We have audited the financial statements of Krishnamurti Foundation Trust Limited (the 'charitable company') for the year ended 31 July 2025 which comprise the statement of financial activities, the summary of income and expenditure account, the balance sheet, the statement of cash flows and the 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Matters on which we are required to report by exception

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

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

- 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.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purpose 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which 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.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

A further description of our responsibilities is available on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.

This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

Jon Noble (Senior Statutory Auditor)
For and on behalf of Azets Audit Services

12 November 2025.

Chartered Accountants
Statutory Auditor

Third Floor, Gateway House
Tollgate
Chandlers Ford
Hampshire
United Kingdom
SO53 3TG

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2025

Current financial year

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowed funds 2025 £	Total 2025 £	Total 2024 £
Income						
Donations and legacies	3	274,575	155,728	86,529	516,832	2,056,889
Investment income		178,308	-	42,788	221,096	219,555
Charitable activities	4	2,222,878	-	-	2,222,878	2,357,624
Total income		2,675,761	155,728	129,317	2,960,806	4,634,068
Expenditure on:						
Raising funds						
Investment management fees		15,322	-	-	15,322	13,348
Charitable activities						
Publicity		89,973	-	-	89,973	88,417
Royalties payable (including KFA)		30,442	-	-	30,442	16,335
Irrecoverable school fees and bad debts		5,650	-	-	5,650	6,874
Direct costs		1,175,979	678	-	1,176,657	997,527
Food and household costs		247,382	-	-	247,382	267,801
Archive costs		781	-	-	781	5,008
Premises costs		421,772	-	-	421,772	572,910
Support costs	6	422,942	7,490	-	430,432	454,357
Depreciation		223,330	64,894	-	288,224	298,246
Governance costs	6	62,909	-	-	62,909	156,275
Total charitable expenditure	5	2,681,160	73,062	-	2,754,222	2,863,750
Total resources expended		2,696,482	73,062	-	2,769,544	2,877,098
Net gains on investments	12	42,332	-	34,516	76,848	228,647
Net incoming resources before transfers		21,611	82,666	163,833	268,110	1,985,617
Gross transfers between funds	20/21	(52,322)	(372,423)	424,745	-	-
Net movement in funds		(30,711)	(289,757)	588,578	268,110	1,985,617
Fund balances at 1 August		8,122,424	1,800,767	1,089,688	11,012,879	9,027,262
Fund balances at 31 July		8,091,713	1,511,010	1,678,266	11,280,989	11,012,879

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

Prior financial year

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowed funds 2024 £	Total 2024 £	Total 2023 £
<u>Income</u>						
Donations and legacies	3	1,409,358	157,336	490,195	2,056,889	1,117,298
Investment income		219,555	-	-	219,555	83,184
Charitable activities	4	2,357,624	-	-	2,357,624	2,228,886
Total income		3,986,537	157,336	490,195	4,634,068	3,429,368
<u>Expenditure on:</u>						
<u>Raising funds</u>						
Investment management fees		13,348	-	-	13,348	3,567
<u>Charitable activities</u>						
Publicity		88,417	-	-	88,417	40,966
Royalties payable (including KFA)		16,335	-	-	16,335	22,243
Irrecoverable school fees and bad		6,874	-	-	6,874	3,842
Direct costs		995,725	1,802	-	997,527	1,026,029
Food and household costs		266,107	1,694	-	267,801	192,125
Archive costs		4,728	280	-	5,008	3,972
Premises costs		569,261	3,649	-	572,910	515,751
Support costs	6	447,733	6,624	-	454,357	428,064
Depreciation		233,353	64,893	-	298,246	240,072
Governance costs	6	156,275	-	-	156,275	54,206
Total charitable expenditure	5	2,784,808	78,942	-	2,863,750	2,527,270
Total resources expended		2,798,156	78,942	-	2,877,098	2,530,837
Net gains on investments	12	169,986	-	58,661	228,647	19,515-
Net incoming resources before transfers		1,358,367	78,394	548,856	1,985,617	918,046
Gross transfers between funds	20/21	349,902	(354,707)	4,805	-	-
Net movement in funds		1,708,269	(276,313)	553,661	1,985,617	918,046
Fund balances at 1 August		6,414,155	2,077,080	536,027	9,027,262	8,109,216
Fund balances at 31 July		8,122,424	1,800,767	1,089,688	11,012,879	9,027,262

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED

SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2025

All income funds

	2025	2024
	£	£
Gross income	2,831,489	4,143,873
Gains/(losses) on investments	42,322	169,986
	<hr/>	<hr/>
Total income in the reporting period	2,873,811	4,313,859
Total expenditure from income funds	(2,769,544)	(2,877,098)
	<hr/>	<hr/>
Net income for the year	104,267	1,436,761
	<hr/>	<hr/>


KRISHNAMURTI FOUNDATION TRUST LIMITED

BALANCE SHEET

FOR THE YEAR ENDED 31 JULY 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	10		5,232,997		5,201,985
Investments	11/12		7,011,319		6,582,144
			<u>12,244,316</u>		<u>11,784,129</u>
Current assets					
Stocks	13	36,151		31,986	
Debtors	14	148,152		201,365	
Cash at bank and in hand		180,615		265,236	
		<u>364,918</u>		<u>498,587</u>	
Creditors: amounts falling due within one year	15	<u>(1,328,245)</u>		<u>(1,193,318)</u>	
Net current liabilities			<u>(963,327)</u>		<u>(694,731)</u>
Total assets less current liabilities			11,280,989		11,089,398
Provisions for liabilities	17		-		(76,519)
Net assets			<u>11,280,989</u>		<u>11,012,879</u>
Endowed Funds					
Permanent Endowment	20	1,678,256		1,089,678	
Expendable Endowment		<u>10</u>		<u>10</u>	
			1,678,266		1,089,688
Income funds					
Restricted funds	20		1,511,010		1,800,767
Unrestricted funds:	21				
General unrestricted funds		4,468,558		4,195,090	
Designated unrestricted funds		<u>3,623,155</u>		<u>3,927,334</u>	
			<u>8,091,713</u>		<u>8,122,424</u>
			<u>11,280,989</u>		<u>11,012,879</u>


The financial statements were approved by the Trustees on 12/11/25

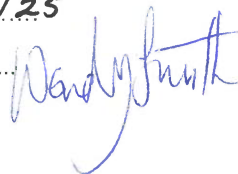


Mr. G. Primrose

Trustee

Company Registration No. 1055588


Mrs. W. Smith
Trustee



KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash generated from operations	27	392,051		837,387	
Interest paid		(10,883)		(7,626)	
		<hr/>		<hr/>	
Net cash generated from operating activities			381,168		829,761
Investing activities					
Purchase of tangible fixed assets		(319,235)		(176,363)	
Proceeds from sale of tangible fixed assets		-		602	
Transfer from cash at bank to non-current investments		(150,000)		(975,000)	
Interest income		3,446		3,647	
		<hr/>		<hr/>	
Net cash used in investing activities			(465,789)		(1,147,114)
Financing activities					
		<hr/>		<hr/>	
Net cash used in financing activities			-		-
			<hr/>		<hr/>
Net increase / (decrease) in cash and cash equivalents			(84,621)		(317,353)
Cash and cash equivalents at beginning of year			265,236		582,589
			<hr/>		<hr/>
Cash and cash equivalents at end of year			180,615		265,236
			<hr/>		<hr/>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

Charity information

Krishnamurti Foundation Trust Limited is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Brockwood Park, Bramdean, Alresford, Hampshire, SO24 0LQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charitable company is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain properties and listed investments at fair value. The principal accounting policies adopted are set out below.

Preparation of consolidated financial statements

In the opinion of the trustees, the results of the subsidiary company are not material to the group. The charitable company has therefore taken advantage of the exemption provided by Companies Act 2006, Financial Reporting Standard 102 and the Charities SORP (FRS 102), not to prepare group accounts.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it, the amounts can be measured reliably, and it is probable that income will be received.

Income from general donations is recognised on receipt or once the charity has been notified of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income from school fees is recognised in the period to which they relate. School fees received before the year end relating to future periods are included as deferred income at the year end.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required, and the amount of the obligation can be measured reliably. Any irrecoverable element of VAT is included with the item of expense to which it relates. All direct and indirect costs are attributed to the areas to which they belong. All other costs are apportioned on a reasonable apportionment basis. Support costs and governance costs (note 6), which are charitable, relate to the stewardship of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2% straight line basis
Freehold land	Not depreciated
Motor Vehicles	25% straight line basis
Fixtures and fittings	15% straight line basis
Equipment	25% - 33.33% straight line basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, and highly liquid bank accounts.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

1.11 Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.13 Irrecoverable VAT

The charitable company is partially exempt for VAT on its expenses. All of this VAT is accumulated and charged to support costs.

1.14 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. The assets of the scheme are held separately from the charity.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

1.16 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

1.17 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in the statement of financial activities in the period in which it arises.

1.18 Fund accounting

Where funds are received for a specific purpose set out by the donor, or implied by the terms of appeal, these are shown as restricted income in the Statement of Financial Activities. Funds donated to be held as capital are shown as Endowment Funds. Expenditure for the purpose specified is applied against the income and any amount unexpended at the balance sheet date is shown within Restricted Funds.

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity, and which have not been designated for other purposes.

The Trustees, at their discretion, may set aside funds to cover specific future costs. Such funds are shown as designated funds within Unrestricted Funds. Where the Trustees decide such funds are no longer required for the purposes intended, they may be released by transfer to general Unrestricted Funds.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are relevant. Actual results may differ from these estimates.

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

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

- Depreciation
- Debt recoverability
- Legacy income recognition

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

3 Donations and legacies

	Unrestricted funds	Restricted funds	Endowed funds	Total	Unrestricted funds	Restricted funds	Endowed funds	Total
	2025	2025	2025	2025	2024	2024	2024	2024
	£	£	£	£	£	£	£	£
Donations and gifts	187,082	155,728	86,529	429,339	1,299,525	157,336	490,195	1,947,056
Legacies receivable	87,493			87,493	109,833	-	-	109,833
	<u>274,575</u>	<u>155,728</u>	<u>86,529</u>	<u>516,832</u>	<u>1,409,358</u>	<u>157,336</u>	<u>490,195</u>	<u>2,056,889</u>

Analysed by funds

	Unrestricted funds	Restricted funds	Endowed funds	Total	Unrestricted funds	Restricted funds	Endowed Funds	Total
	2025	2025	2025	2025	2024	2024	2024	2024
	£	£	£	£	£	£	£	£
Donations and gifts								
Main School	35,754	150,429	86,529	272,712	24,859	151,556	-	176,415
Inwoods Small School	7,296	-	-	7,296	1,318	-	-	1,318
Foundation	106,661	5,299	-	111,960	1,256,662	5,780	490,195	1,752,637
Adult Study Centre	37,371	-	-	37,371	16,686	-	-	16,686
Total donations	<u>187,082</u>	<u>155,728</u>	<u>86,529</u>	<u>429,339</u>	<u>1,299,525</u>	<u>157,336</u>	<u>490,195</u>	<u>1,947,056</u>

The comparative figures for donation and gifts have been restated to correct the presentation of income between the Main School and Foundation unrestricted funds, to be consistent with the classification of funds included in Note 21.

Legacies receivable

Main School	4,568	-	-	4,568	-	-	-	-
Foundation	82,925	-	-	82,925	109,833	-	-	109,833
Total legacies	<u>87,493</u>			<u>87,493</u>	<u>109,833</u>	<u>-</u>	<u>-</u>	<u>109,833</u>
	<u>274,575</u>	<u>155,728</u>	<u>86,529</u>	<u>516,832</u>	<u>1,409,358</u>	<u>157,336</u>	<u>490,195</u>	<u>2,056,889</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

4 Charitable activities income

	Note	Unrestricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Total 2024 £
School fees		1,699,600	1,699,600	1,890,041	1,890,041
Board and lodging		335,825	335,825	268,590	268,590
Royalties		77,982	77,982	51,016	51,016
Trading activities		13,582	13,582	16,106	16,106
Recoveries from staff and students		48,778	48,778	47,731	47,731
Government grants	18	29,883	29,883	29,168	29,168
Other income		17,228	17,228	54,972	54,972
		<u>2,222,878</u>	<u>2,222,878</u>	<u>2,357,624</u>	<u>2,357,624</u>

Analysed by funds

	Unrestricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Total 2024 £
Main School	1,596,888	1,596,888	1,844,435	1,844,435
Inwoods Small School	170,442	170,442	154,733	154,733
Foundation	363,977	363,977	290,984	290,984
Adult Study Centre	91,571	91,571	67,472	67,472
	<u>2,222,878</u>	<u>2,222,878</u>	<u>2,357,624</u>	<u>2,357,624</u>

5 Charitable activities expenditure – Unrestricted funds

	Main School 2025 £	Small School 2025 £	Foundation 2025 £	Centre 2025 £	Total 2025 £	Total 2024 £
Archive costs	-	-	781	-	781	4,728
Depreciation	160,450	3,499	3,834	55,547	223,330	233,353
Direct Costs	804,755	126,767	129,986	114,471	1,175,979	995,725
Food & Household Costs	162,448	3,328	383	81,223	247,382	266,107
Governance costs	32,652	1,463	26,601	2,193	62,909	156,275
Irrecoverable school fees and bad debts	5,628	22	-	-	5,650	6,874
Premises costs	304,020	18,369	8,096	91,287	421,772	569,261
Publicity	24,237	760	60,922	4,054	89,973	88,417
Royalties paid	-	-	30,442	-	30,442	16,335
Support costs	327,410	23,680	37,752	34,100	422,942	447,733
	<u>1,821,600</u>	<u>177,888</u>	<u>298,797</u>	<u>382,875</u>	<u>2,681,160</u>	<u>2,784,808</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

5 Charitable activities expenditure (continued) – Restricted funds

	Main School	Foundation	Total	Total
	2025	2025	2025	2024
	£	£	£	£
Archive costs	-	-	-	280
Depreciation	64,894	-	64,894	64,893
Direct Costs	678	-	678	1,802
Food & Household Costs	-	-	-	1,694
Premises costs	-	-	-	3,649
Support costs	-	7,490	7,490	6,624
	<u>65,572</u>	<u>7,490</u>	<u>73,062</u>	<u>78,942</u>

6 Support and governance costs

	Support costs	Governance costs	2025	Support costs	Governance costs	2024
	£	£	£	£	£	£
Staff costs	168,377	-	168,377	186,508	-	186,508
Communications	22,784	-	22,784	29,663	-	29,663
Travelling and motor	8,016	-	8,016	9,690	-	9,690
Insurance	58,063	-	58,063	52,543	-	52,543
Irrecoverable VAT	30,426	-	30,426	101,540	-	101,540
VAT absorbed on school fees	52,154	-	52,154	-	-	-
Stationery and office costs	49,440	-	49,440	49,915	-	49,915
Bank charges	10,883	-	10,883	7,626	-	7,626
Other costs	30,289	-	30,289	16,872	-	16,872
Audit and accountancy	-	18,985	18,985	-	22,080	22,080
Legal and professional fees	-	43,924	43,924	-	134,195	134,195
	<u>430,432</u>	<u>62,909</u>	<u>493,341</u>	<u>454,357</u>	<u>156,275</u>	<u>610,632</u>

Where the allocation of costs is clearly identifiable, support costs are allocated to the funds to which they relate. Where the allocation between funds is not clearly identifiable (for example, accountancy fees), costs are allocated on a percentage basis.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

7	Net movement in funds	2025	2024
		£	£
	Net movement in funds is stated after charging/(crediting)		
	Fees payable to the charitable company's auditor for the audit of the charitable company's financial statements	14,280	13,350
	Depreciation of owned tangible fixed assets	288,223	298,246
	Profit on disposal of tangible fixed assets	-	(602)
		<u> </u>	<u> </u>

8 **Trustees**

None of the trustees (or any persons connected with them) received any remuneration, or benefits from the charity during the year. Trustee travel and other support expenses totalling £1,579 (2024: £857) are included within Other Support Costs.

9 **Employees**

Number of employees

The average monthly number of full-time equivalent employees during the year was:

	2025	2024
	Number	Number
Teaching and support	35	38
Management and administration	10	10
	<u> </u>	<u> </u>
	45	48
	<u> </u>	<u> </u>

Employment costs

	2025	2024
	£	£
Wages and salaries	1,007,479	1,025,807
Social security costs	57,573	72,784
Other staff costs	(57,935)	3,151
Pension costs	268,143	19,948
	<u> </u>	<u> </u>
	1,275,260	1,121,690
	<u> </u>	<u> </u>

The average number of staff on a head count basis in the year was 56 (2024: 57).

The key management personnel of the charity comprise the trustees and the senior management team. The total employee benefits, comprising salary, pension contributions and related employers' national insurance contributions of the key management personnel of the charity were £188,213 (2024: £112,288).

There were no employees whose annual remuneration was £60,000 or more (2024: nil).

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

10 Tangible Assets

	Land and buildings £	Plant and machinery £	Total £
Cost			
At 1 August 2024	8,350,764	1,248,371	9,599,135
Additions	173,804	145,431	319,235
Transfers	35,487	(35,487)	-
At 31 July 2025	<u>8,560,055</u>	<u>1,358,315</u>	<u>9,918,370</u>
Depreciation and impairment			
At 1 August 2024	3,498,619	898,531	4,397,150
Depreciation charged in the year	164,859	123,364	288,223
Transfers	2,606	(2,606)	-
At 31 July 2025	<u>3,666,084</u>	<u>1,019,289</u>	<u>4,685,373</u>
Carrying value			
At 31 July 2025	<u>4,893,971</u>	<u>339,026</u>	<u>5,232,997</u>
At 31 July 2024	<u>4,852,145</u>	<u>349,840</u>	<u>5,201,985</u>

The directors are of the opinion that the value of the Freehold Property is in excess of its book value based on the comments in a valuation carried out in the year ended 31 July 2023.

11 Fixed asset investments

	2025 £	2024 £
Investments in subsidiaries	<u>100</u>	<u>100</u>

Details of the charity's subsidiaries at 31 July 2025 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	Indirect
Brockwood Park Estates Ltd	England & Wales	Development of building projects	Ordinary	100.00	-

The aggregate capital and reserves and the result for the year of the subsidiary excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Brockwood Park Estates Ltd	(60)	(1,231)

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

12 Investments	2025	2024
	£	£
Listed	6,390,216	6,103,006
Cash and settlements pending held as part of the investment portfolio	621,003	479,038
	<u>7,011,219</u>	<u>6,582,044</u>
	£	£
Market value		
Brought forward	6,582,044	5,175,837
Capital inflows	557,579	1,075,000
Capital outflows	(407,579)	(100,000)
Return on investment	217,649	215,908
Unrealised gains/ (losses)	76,848	228,647
Investment management fees	(15,322)	(13,348)
Carried forward	<u>7,011,219</u>	<u>6,582,044</u>
13 Stocks	2025	2024
	£	£
Stock for fuel	8,800	7,120
Goods for resale	27,351	24,866
	<u>36,151</u>	<u>31,986</u>
14 Debtors	2025	2024
Amounts falling due within one year:	£	£
School fees recoverable	24,526	25,972
Trade debtors	26,359	27,018
Amount owing from related party	1,158	502
Other debtors	96,109	147,873
	<u>148,152</u>	<u>201,365</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

15 Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	98,931	179,152
Taxes and social security	187,242	80,046
School fees in advance	859,368	782,379
Fee and textbook deposits	116,250	86,800
Other creditors and accruals	<u>66,454</u>	<u>64,941</u>
	<u>1,328,245</u>	<u>1,193,318</u>

16 Deferred income

	2025	2024
	£	£
Deferred income is included in the financial statements as follows:		
Deferred income at 01 August 2024	800,656	981,394
Released from previous periods	(791,699)	(966,904)
Resources deferred income year	<u>857,805</u>	<u>786,166</u>
Deferred income at 31 July 2025	<u>866,762</u>	<u>800,656</u>

17 Provisions for liabilities and charges

	2025	2024
	£	£
<u>Provision for staff leaving</u>		
Balance at 1 August 2024	76,519	87,545
Amounts used or reversed in the year	(76,519)	(13,196)
Charge for the year	<u>-</u>	<u>2,170</u>
Balance at 31 July 2025	<u>-</u>	<u>76,519</u>

The trustees previously agreed that residential members with more than 3 years of service would be entitled to receive a lump sum equivalent to 5% of annual salary for each completed year, subject to a maximum service of 15 years. This scheme has been replaced with a pension scheme based on length of service, with initial payments made in the year. As a result, the provision has been released in the year.

18 Government grants

During the year the charity received government grants relating to heat incentives totalling £29,883 (2024: £29,168).

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £272,144 (2024: £19,948).

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

20 Restricted and Endowed Funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2024		Movement in funds		Balance at 31 July 2024		Movement in funds		Balance at 31 July 2025	
	£	£	Incoming resources	Resources expended	Transfers	£	Incoming resources	Resources expended	Transfers	£
<u>Restricted Funds</u>										
Main School General	39,911	-	-	(6,079)	(33,832)	-	-	-	-	-
Main School Bursary Fund	10,752	21,344	21,344	-	-	32,096	18,395	-	-	50,491
Music Fund	2,561	194	194	(1,065)	-	1,690	300	(678)	-	1,312
Pavilions	1,148,291	-	-	(64,894)	-	1,083,397	-	(64,894)	-	1,018,503
Foundation Archive	7,017	-	-	(922)	(6,095)	-	-	-	-	-
Foundation Subtitling	584	-	-	-	(584)	-	-	-	-	-
J K Online	39,707	5,779	5,779	(5,982)	-	39,504	5,299	(7,490)	-	37,313
Alumni Bursary Fund	81,647	202	202	-	2,013	83,862	1,591	-	(43,000)	42,453
Jean-Michel	195,310	129,817	129,817	-	(191,847)	133,280	130,143	-	(263,423)	-
Elisabeth Fraser	551,300	-	-	-	(124,362)	426,938	-	-	(66,000)	360,938
	<u>2,077,080</u>	<u>157,336</u>	<u>157,336</u>	<u>(78,942)</u>	<u>(354,707)</u>	<u>1,800,767</u>	<u>155,728</u>	<u>(73,062)</u>	<u>(372,423)</u>	<u>1,511,010</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

20 Restricted and Endowed Funds (continued)

	Balance at 1 August 2023		Movement in funds			Balance at 31 July 2024			Movement in funds			Balance at 31 July 2025	
	£	£	Incoming resources	Resources expended	Transfers	Incoming resources	Resources expended	Transfers	Incoming resources	Resources expended	Transfers	£	£
<u>Endowed Funds</u>													
Permanent Endowment	536,017	548,856	-	-	4,805	1,089,678	-	424,745	163,833	-	424,745	1,678,256	
Expendable Endowment	10	-	-	-	-	10	-	-	-	-	-	10	
	<u>536,027</u>	<u>548,856</u>			<u>4,805</u>	<u>1,089,688</u>		<u>424,745</u>	<u>163,833</u>		<u>424,745</u>	<u>1,678,266</u>	
Total restricted and endowed funds	<u>2,613,107</u>	<u>706,192</u>	<u>(78,942)</u>		<u>(349,902)</u>	<u>2,890,455</u>	<u>(73,062)</u>	<u>52,322</u>	<u>319,561</u>		<u>52,322</u>	<u>3,189,276</u>	

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

20 Restricted and Endowed Funds (continued)

A description of the nature and purpose of the restricted funds is shown below:

- Main School General - Smaller donations to be used for a specific/restricted purpose in BP School
- Main School Bursary - Donations to be used for bursary in BP School
- Main School Music - Donations to be used for music in BP School
- Main School Pavillions - Donations to be used for pavillions in BP School
- Foundation Archive Exchange - Donations to be used in the foundation for archive exchange between the three foundations
- Foundation Subtitling - Donations to be used for subtitling the videos of Krishnamurti
- J K Online - Donations to be used to pay for the cost of JKO website version 1
- Alumni Bursary Fund - 25% donations restricted to bursary for Alumni children and 75% restricted to bursary in BP School
- Jean-Michel Bursary and Teacher Recruitment - Donations to be used for bursaries and teacher recruitment (Brockwood and Inwoods).
- Elisabeth Fraser - Legacy to be used for bursaries and repairs to the school (Brockwood)
- Muriel Gill - Legacy to be used for financial support for those staying at the Krishnamurti Study Centre.

A description of the nature and purpose of the endowed funds is shown below:

- Permanent Endowment - Permanent Endowment funds represent assets which must be held permanently by the charity. The fund balance comprises donations made to the permanent endowment fund, with any capital gains or losses arising on invested funds.
- Expendable Endowment – Expendable Endowment funds may be applied in promoting to the Objects of the charity in such manner as the Trustees see fit.

Transfers between classes of funds

Elisabeth Fraser

The transfer of £66,666 relates to school fees covered by bursaries from this fund.

Jean-Michel Bursary and Teacher Recruitment

The transfer of £263,422 relates to school fees covered by bursaries and sponsorships from this fund.

Alumni Bursary

The transfer of £43,000 relates to the allocation of donations for bursaries at the Main School.

Permanent Endowment

The transfer of £424,745 into the Permanent Endowment represents the transfer of donations received into the Foundation Designated fund during the year.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2025

21 Unrestricted Funds

The income funds of the charity include unrestricted funds comprising the following unexpended balances:

	Balance at		Movement in funds			Movement in funds			Balance at	
	1 August 2023	£	Incoming resources	Resources expended	Transfers	Balance at 31 July 2024	Incoming resources	Resources expended	Transfers	31 July 2025
	£	£	£	£	£	£	£	£	£	£
Unrestricted General										
Foundation	617,270	524,944	(325,078)	6,679	823,815	102,793	(291,106)	-	-	635,502
Main school	2,926,576	1,869,540	(1,885,076)	228,728	3,139,768	1,854,636	(1,763,472)	350,723	350,723	3,581,655
Study centre	-	307,831	(393,995)	86,164	-	401,500	(394,025)	0	0	7,475
Small school	196,258	156,177	(149,259)	28,331	231,507	177,857	(187,138)	21,700	21,700	243,926
Development	-	70	(42,373)	42,303	-	3,998	(60,741)	56,743	56,743	-
Total General	3,740,104	2,858,562	(2,795,781)	392,205	4,195,090	2,540,784	(2,696,482)	429,166	429,166	4,468,558
Designated										
Foundation	2,203,176	1,209,833	-	(42,303)	3,370,706	6,323	-	(224,749)	(224,749)	3,152,280
Brockwood Park Fund	465,156	-	-	-	465,156	-	-	-	-	465,156
Small School Fund	5,719	-	-	-	5,719	-	-	-	-	5,719
Development	-	88,128	(2,375)	-	85,753	170,986	-	(256,739)	(256,739)	-
Total Designated	2,674,051	1,297,961	(2,375)	(42,303)	3,927,334	177,309	-	(481,488)	(481,488)	3,623,155
Total Unrestricted	6,414,155	4,156,523	(2,798,156)	349,902	8,122,424	2,718,093	(2,696,482)	(52,322)	(52,322)	8,091,713

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

22 Analysis of net assets between funds

	Unrestricted funds		Restricted funds		Endowed funds		Total		Unrestricted funds		Restricted funds		Endowed funds		Total	
	2025	£	2025	£	2025	£	2025	£	2024	£	2024	£	2024	£	2024	£
Fund balances on 31 July 2025 are represented by:																
Tangible assets	4,214,494		1,018,503		-		5,232,997		4,053,693		1,148,292		-		5,201,985	
Non-current asset investments	5,844,337		-		1,166,982		7,011,319		5,486,710		-		1,095,334		6,582,044	
Net current liabilities	(1,967,118)		492,507		511,284		(963,327)		(1,341,460)		652,475		(5,646)		(694,631)	
Long term liabilities and provisions	-		-		-		-		(76,519)		-		-		(76,519)	
	<u>8,091,713</u>		<u>1,511,010</u>		<u>1,678,266</u>		<u>11,280,989</u>		<u>8,122,424</u>		<u>1,800,767</u>		<u>1,089,688</u>		<u>11,012,879</u>	

Funds currently show net current liabilities of £963,327 at the year end. However, this is due to significant cash being held in the Cazenove investment fund. As these funds are expected to remain in the Cazenove Fund for more than 12 months from the balance sheet date, they have been treated as Fixed Asset investments to comply with the Charity SORP. These funds are accessible with short notice and they could be transferred back as required.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2025

23 Contingent assets

There is inherent uncertainty in the probate valuation of estates as a result of the nature of underlying assets and liabilities, and the time that elapses between probate and closure of other contingencies that attend the estate. Legacies are recognised at the point of notification of grant of probate, when it can be measured or estimated with sufficient reliability.

At the year end, the charity was entitled to multiple legacies whose value could not be estimated with sufficient reliability to recognise in the year, in accordance with FRS 102 and the Charities' SORP.

24 Contingent liabilities

Included within other creditors is a creditor for tax repayable on a legacy received gross of inheritance tax in 2019. This creditor has continued to be recognised since the gross legacy was originally received. The total balance repayable in relation to this amount is currently uncertain, due to the time elapsed from original receipt. As such, there is the possibility that the charity may incur additional costs relating to this balance, that cannot be estimated with any certainty at the balance sheet date.

25 Related party transactions

Donations from Trustees to the charity for various purposes amount to £9,078 (2024 - £293) throughout the year.

26 Trustees' liability insurance

An insurance policy exists, as part of the Charity's normal insurance policy, indemnifying any insured individual for any wrongful act (as defined in the policy) in their capacity as a governor, management committee member, officer or employee.

27 Cash generated from operations	2025	2024
	£	£
Surplus for the year	268,110	1,985,617
Elimination of non-operating cashflows:		
Investment income	(217,650)	(215,909)
Interest receivable	(3,446)	(3,647)
Financing costs	10,883	7,626
Investment management costs	15,322	13,348
Profit on disposal of tangible fixed assets	-	(602)
Adjustments for:		
Depreciation and impairment of tangible fixed assets	288,224	298,246
Increase/(decrease) in provision	(76,519)	(11,026)
Fair value movement on investments	(76,848)	(228,646)
Donation of fixed assets	-	(1,100,000)
Movements in working capital:		
(Increase)/ decrease in stock	(4,165)	1,786
(Increase)/ decrease in debtors	53,213	141,506
Increase/ (decrease) in creditors due within one year	134,927	(50,912)
Cash (absorbed by)/generated from operations	392,051	837,387

28 Analysis of changes in net debt

	31 July 2024	Cash flows	31 July 2025
	£	£	£
Cash at bank and in hand	265,236	(84,621)	180,615

KRISHNAMURTI FOUNDATION TRUST LTD

England & Wales - Charity number 312865

Accounts

Charity Registration No. 312865 (England and Wales)

Company Registration No. 1055588 (England and Wales)

KRISHNAMURTI FOUNDATION TRUST LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2024

KRISHNAMURTI FOUNDATION TRUST LIMITED

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KRISHNAMURTI FOUNDATION TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. D. A. Hook Mr. G. Primrose Mrs. W. Smith Mr. A. C. Herron Ms. M Kuyper		
Secretary	Mr. G. Primrose		
Charity number (England and Wales)	312865		
Company number	1055588		
Registered office	Brockwood Park Bramdean Alresford Hampshire SO24 0LQ		
Key personnel	Mr. T. Lehmann Ms M. Masoumian Mr. R. Patel Mr. T. Power Mrs. K. Power	Co-Chair of School Management Committee Bursar and Co-Chair of School Management Committee Head of Foundation and Centre Member of School Management Committee Member of School Management Committee	
Solicitors	Veale Wasbrough Vizards LLP (VWV) With offices in London, Watford, Bristol and Birmingham Paris Smith 1 London Road Southampton SO15 2AE		
Banker	NatWest Bank Plc Winchester Old Bank 105 High Street Winchester Hampshire SO23 9AH	Investment Manager	Cazenove Capital Schroder & Co. Limited 1 London Wall Place London EC2Y 5AU
Auditor	Azets Audit Services Athenia House 10-14 Andover Road Winchester Hampshire SO23 7BS		
Websites	Main School Small School Foundation Centre Global	www.brockwood.org.uk www.inwoods.org.uk www.kfoundation.org.uk www.krishnamurticentre.org.uk www.jkrishnamurti.org	

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

The trustees present their report and financial statements for the year ended 31 July 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard, applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

OUR PURPOSES, ACTIVITIES, AIMS AND OBJECTIVES

Our Charity's purposes, as set out in the objects contained in the company's Memorandum of Association, are to advance the education of the public in philosophy, sociology, psychology, and comparative religion and to promote in those fields the study of the teachings of Jiddu Krishnamurti.

The Charity operates in four areas:

1. Brockwood Park School provides a general education for students aged 14 years and over.
2. Inwoods Small School also provides a general education, but for pupils up to the age of 11 years.
3. The Foundation maintains the archives of the works of Jiddu Krishnamurti and disseminates Krishnamurti's work via print and digital mediums.
4. The Krishnamurti Centre provides opportunities for the study of philosophy, sociology, comparative religion, and in particular the study of the teachings of Krishnamurti, for adult members of the public.

Our Objectives

Our objectives are set up to reflect the educational aims of our Schools, the preservation and dissemination by the Foundation of the works of Jiddu Krishnamurti and his many discussions with other philosophers, psychologists, social scientists, and religious figures and to provide a high quality study centre to enable visitors to study these works and other comparative, religious and psychological works available in the library and discuss and explore them.

In setting our objectives and planning our activities, the Trustees have considered the Charity Commission's general guidance on public benefit and to its supplementary public benefit guidance on advancing education and on fee-charging.

Our key objectives for the year included:

- New digital campaign for the Krishnamurti Centre with the aim of bringing more people to the Centre and various programmes it is now running,
- Revamping our programmes offered at the Centre in light of the successful launch of new initiatives at the Centre
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
- Continue creating new free podcasts for the dissemination of Krishnamurti's teachings.
- Continuing fundraising for the endowment fund.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
- Automate procedures and processes in the Accounts Office.
- Sign new English book titles of the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

Our Public Benefit

We endeavour to encourage all who wish to attend our schools to do so, irrespective of their financial means (see our Bursary Policy below). We strongly believe that our schools and our students benefit from learning within a diverse community. Our school fees are set at the lowest level consistent with ensuring the financial stability of our two schools and at a level consistent with providing the students with a high standard of academic and personal education (our fees are currently lower than the average fees for independent secondary boarding schools in the UK). Even though we have a generous bursary fund available, in academic year 2023-2024 the bursary requests equated to 8.6% of total school fees (4.9% in 2023).

A local kindergarten ('Wildflowers') currently uses part of our grounds (particularly some of the woodland) free of charge for activities with its children.

Our schools have started to hold Open Days again which members of the local community are welcome to attend.

Many teachers and educators, not connected with the charity, visit the schools and the Centre to view and discuss the unique educational approach on offer. From time-to-time, the schools are approached by PhD and research students in education asking to come and visit.

The 'Observer' which is a school magazine is offered for free to interested individuals.

The Foundation's online activities continue to make Krishnamurti's transformative message freely accessible to a global audience. Our strategic focus on digital outreach, combined with an adaptive and agile approach to evolving technologies and trends, has significantly amplified the impact of our work.

Our Instagram page has surpassed one million followers, a testament to the increasing relevance of Krishnamurti's message in today's world. His teachings resonate with audiences of all ages, and increasingly so with the younger generations, providing them with insights into self-understanding and offering guidance in facing modern crises and challenges. In a digital environment often overwhelmed by superficial content, Krishnamurti's profound message stands out, free from dogmatic impositions.

To meet people where they are, we maintain a strong presence across major platforms, diversifying our digital output. Our official YouTube channels hosts 4000 videos and is now nearing one million subscribers, generating more than 22 million views annually, thanks to daily releases of content. Accessibility remains a top priority, with over 5,000 subtitles available in more than 40 languages. We have created free directories containing links and information for the videos and audios available on official YouTube channel.

In addition to Instagram and YouTube, our growing presence on TikTok, X (formerly Twitter), Facebook, and Threads has garnered over 500,000 combined followers, further extending our reach. Our podcast, *Urgency of Change – The Krishnamurti Podcast*, is now in its sixth season, featuring over 250 episodes and surpassing 2.5 million downloads.

Our website has become a comprehensive repository of curated Krishnamurti material. With more than 850 pages featuring quotes, articles, photographs, free downloads, and an index of over 200 topics, the site is designed to serve both newcomers and individuals already acquainted with Krishnamurti, and allow them to delve in the material at whatever depth they wish. We are making the transcripts, videos, audios and quotes of various talks of Krishnamurti available for free on our international website (jkrishnamurti.org). Over the past year, our websites have received 1.3 million visits.

With the assistance of Google's free search advertising facilities, the charity has managed to expand its reach and boost visibility and to drive traffic to its website. Across all networks, we have reached over 100 million individuals in a year.

The most important proof of the impact of all this work is the recent popularity of in-person activities dedicated to young adults, taking place at The Krishnamurti Centre, our retreat centre in Hampshire. Hundreds of people from all over the world come together every year to attend retreats and look into fundamental questions of life. Most of them have heard about Krishnamurti and such retreats through our online activities and in particular social media.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

Our charges for staying at the Krishnamurti Centre are kept as low as possible to ensure that all who wish to attend can do so. All Centre rooms during week days have lower rates. If a guest cannot afford the full room-rate, we may make a discretionary reduction to the cost, or allow a guest to stay for free. For most of the year, the Centre is open to any day visitor, free of charge, who wishes to make use of the facilities (library, video-room, audio and video players) thereby encouraging people to visit regularly to study and research Krishnamurti's teachings and other religious, psychological and spiritual works. We welcome many guests from the surrounding area for day visits, also at no cost to them. We offer a one-time discount for students and people who may not be able to afford the costs to enable them to visit and stay at the Centre. We have developed programmes at Krishnamurti Centre which would enable wider access to interested people. We have a 2-4-week volunteer programme allowing individuals to stay at the centre free of charge. We have expanded our choices of accommodation allowing participants in our newly designed summer gathering and young adult retreats to stay at Brockwood and visit the centre on a very low-cost basis. We have expanded our offering of discretionary fares for such events. We have allocated three rooms at the Centre for a lower discretionary rate enabling wider access to public. We have added 7 reduced-rate rooms for anyone who cannot afford our events to be able to attend them. On ad hoc basis we also offer other ways for people to have access to the centre at discount such as extra free night for anyone staying for at least 2 nights (such campaigns are done on ad hoc basis and gets communicated to public via our social media channels and digital newsletters).

We have created small booklets meticulously designed and contains curated materials of Krishnamurti and we make it available for free both in print format and also digitally.

At the Krishnamurti Centre we have brochures, bulletins, and articles available for free, which give information about Krishnamurti's teachings and the intentions of the Centre and which we send to anyone who contacts us and wishes to know more.

The Foundation sends out e-newsletters at least 6 times per year containing audio, video and text of the teachings of Krishnamurti to our subscribers free of charge.

Bursaries and Financial Assistance

As stated above, the Trustees believe that it is important to make bursaries available to students from families who may not be able to pay all of the school fees. In assessing a family's means we take many factors into consideration, including family income, investments, savings, etc. We rely on the generosity of benefactors to offer any kind of bursary. We must ensure that a balance is struck between fee-paying parents and those benefiting from the bursaries.

Bursaries range from a 7% to an 80% remission of fees. Information about fee assistance through bursaries is provided to all who request it. In the current year the school has made available 8.6% of its fee income for bursaries.

The fees for the main school are paid annually and before the start of the term. However, we understand that some families need to budget carefully, therefore, we offer the facility to pay fees in two or three instalments. The fees for Inwoods Small School are paid termly. In exceptional cases and upon request, as an additional provision of financial aid, we agree on a payment-plan with parents who need this assistance to be able to afford the fees.

OUR STRATEGY

The Trustees are responsible for setting strategies for achieving the objectives determined for the areas of operation of each section of the Charity.

Key objectives and strategies

Our key objectives of the charity are listed below with strategies adopted to achieve those also displayed:

- New digital campaign for the Krishnamurti Centre with the aim of bringing more people to the Centre and various programmes it is now running,
 - Creating promotional videos for the various events and programmes at the Centre;
 - Creating distinct webpages for the various events and programmes at the Centre;
 - Creating various social media posts and promoting it on our social media channels to promote the Centre and its various events and programmes;

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

- Running paid social media campaigns on various platforms to promote the Centre and its various programmes;
- Revamping our programmes offered at the Centre in light of the successful launch of new initiatives at the Centre
 - Creating and refining Young Adult retreat, Group Retreat, Krishnamurti Summer Gathering and Volunteer Programme at the Centre and increasing the number of events on offer;
 - Introducing variety of reduced rates for these programmes to make them accessible to the public
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
 - Releasing more than 1000 pieces of content on our social media channels currently subscribed to by more than 2 million people. These posts are carefully curated by an experienced team and are being shared for free.
 - Running paid campaigns to bring the work of Krishnamurti to the attention of more people;
 - Creating meticulously designed, booklets containing selected quotes of Krishnamurti for public to download for free.
 - Focused campaign to promote both the schools on different platforms.
- Continue creating new podcasts for the dissemination of Krishnamurti's teachings.
 - Carefully chosen material from the work of Krishnamurti is organised around various topics and shared free of charge on various podcast platforms.
- Continuing fundraising for the endowment fund.
 - We had a successful launch of the endowment fund and a successful first year fundraising for this important initiative.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
 - Videos and audio recordings of Krishnamurti's talks and discussions continue to be placed on our YouTube channels for free access of public. Many of these videos and audio recordings have subtitles in more than 40 languages.
- Automate procedures and processes in the Accounts Office.
 - Appointing an external consultant expert in such matter to streamline our processes;
 - Implementing new software to streamlining many accounting processes at the charity
- Sign new English book titles of the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
 - This is an ongoing activity of the charity.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so;
 - This is an ongoing activity of the charity.

Achievement and performance

The charity continues to improve its financial health despite facing a challenging economic and regulatory environment.

The digital activities of the Foundation across all of its platforms have brought the teachings of Krishnamurti to the attention of millions of people free of charge. New social media campaigns have reached millions of people and increased our social media engagement greatly, with our Instagram page having reached over 1 million followers. On our official YouTube channels – ad-free and nearing 1 million subscribers – Krishnamurti talks are now viewed more than 22 million times annually. Thanks to carefully crafted social media activities, the use of a Google Ad Grant, and the recent redesign of our online platform (kfoundation.org), which now serves as an extensive repository of free curated content, the Foundation websites receives 1.3 million visits in a year. Our popular podcast 'Urgency of Change – The Krishnamurti Podcast' is now in its fifth season and has been downloaded over 2.5 million times.

The Foundation continues to work closely with two prominent publishers in the UK, Watkins and Rider. Our latest book, *How to Find Peace* was published by Watkins.

We have added to our new programmes at the Centre such as the 2-4-week volunteering programme, Young Adult retreat, Group retreat and Summer Gathering. All have been a big success and very well attended, bringing more people from diverse backgrounds to the Centre. Most people hear about our centre programmes as a result of our social media initiatives.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

Pupil Numbers, Visitors and Fees

Brockwood Park School had 68 students for the academic year 2023-24. Inwoods Small School, for day students only, had 20 students.

The two-tier fee structure, that was put in place for the small school and the main school, was maintained for academic year 2023-24. The small school lower tier was £8,250 and the higher tier was £9,300. The main school lower tier fee was £27,700 and the higher tier was £36,800.

The number of nights for which payment was received in the Centre continued to increase compared to last year.

Co-curricular Activities

In addition to a full programme of academic courses, AS/A-level and non-exam courses, the main school continues to offer a wide range of co-curricular activities. These range from pottery and woodwork, through gardening and bushcraft, to a range of music-related tuition and a good selection of sports. There is a lot of interest in the performing arts and two major concerts (or a concert and a play) are prepared each year. The school also organises a selection of trips for students during term-time to museums, galleries, theatres, and nature reserves. The main school continued to offer a workshop week with various workshops which students would not otherwise have access to.

At Inwoods children complete academic subjects such as English and maths but they also do activities and projects that have a more creative or practical focus. These projects can include working with clay, wood, bushcraft, sewing and art. Outside of these projects they also spend time gardening, singing and doing drama. The school has many workshops by external speakers from organisations such as WaterAid and local businesses. The school also organises termly trips and after school clubs for two days each week.

Details of Bursary Awards – Policy into Practice

Bursaries and sponsorships awarded were 8.6% of our total expected fee income and amounted to £163,068 This aided 15 of our students at the main school, and 7 pupils at the small school.

The Trustees review the provision of bursaries annually and delegate the responsibility of offering bursaries to the School Management Committee. The scheme widens access to the schools to people from all backgrounds and walks of life and allows suitable students, who would otherwise be unable to attend, to be part of the school community.

Environmental Incentives – Cutting our “Carbon Footprint”

Concern for the environment is at the heart of living together at Brockwood. Both schools are vegetarian and grow a proportion of their own food organically in their kitchen gardens. A central part of the high school curriculum is Human Ecology, addressing environmental issues both practically and academically and Nature Study is a central part of the Inwood's curriculum.

Day-to-day activities such as reusing and recycling items have been standard practice for many years. Our buildings are now being upgraded with better insulation and more environmentally friendly heating systems. As part of our planned increase in the use of energy from renewable sources, we have invested in a wood-chip boiler to heat the Centre building. The recently constructed student and staff accommodation, the Pavilions, is heated by ground-source heat-pumps and we have recently also installed air source heat pumps. We also have a solar array on the roof of one of our student and staff accommodations, the Cloisters. Low energy lighting is used throughout our buildings. Low toxicity cleaning materials are used in the Centre, Inwoods and the main school.

Along with lowering our carbon footprint we also recognise the importance of maintaining and increasing carbon sequestration in our grounds and gardens both in the soil and in the vegetation cover. We do this by using no dig methods in the growing areas, by making our own compost to use in our organic gardens and by maintaining and enhancing tree cover on our 39 acres.

The overall strategy towards net zero has moved on with an impact report produced by Planet Mark last year. According to the report figures we average 3 to 4 tonnes CO₂ per person per year on the basis of around a hundred members in the community. The average British CO₂ footprint is 5.2 tonnes per person per year. We are continuing with our overall strategy towards net zero and can better track our progress using reports such as this.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

Fundraising

The charity does not use professional fundraisers. Our approach to fundraising is light-touch and relies a lot on communicating clearly and directly with our donors about activities in the charity and areas of needs within the charity. We have a close relationship with our donors and organise events, activities, and communication strategies to keep them very well informed of what goes on at Brockwood. In our donor cultivation cycle we place little emphasis on requesting and a lot of emphasis on clear communication.

Future Plans

The charity plans to continue to clarify and review its long-term objectives and vision and align the internal operations with these objectives, devising strategies to achieve these objectives and vision.

In light of the above, the charity intends to initiate the following:

- Creating digital campaign for the Krishnamurti Centre with the aim of bringing more people to the Centre and various programmes it is now running.
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
- Continue creating new podcasts for the dissemination of Krishnamurti's teachings.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
- Continue to publish the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
- Creating new promotional video for the school in order to assist with our social media promotions and campaigns.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so.

FINANCIAL REVIEW

Our Finances

School fee income increased by £100,441 to £1,890,041 in the year, driven by school fee increases.

One of our risk management policies is to create a budget each year for the coming year. Quarterly reports are created comparing the actual income and expenditure with the budgets and forecasting the result for the year based upon the actual items. The Trustees consider these and act if necessary.

Total income of the charity increased from £3,429,368 to £4,634,068. This was due to an increase in donations and legacies, as well as an increase in charitable activities income and investment income. The amount of donations being received in the year was £1,947,056 (2023 - £762,740). Legacies amounted to £109,833 (2023 - £354,558). After deducting expenses, the Net Incoming Resources for the charity amounted to £1,985,617 (2023 - £918,046).

The Charity continued to benefit from royalties received from the publication of its books around the world, and from the surplus on the sale of books. The Charity appealed for funds for various purposes, some specific and others general.

The Trustees review the salaries of the staff regularly. Because of the ethos of the school and the way it operates, the major cost of staff salaries is considerably lower than in other schools. Thus, we can keep our fees lower while offering a higher staff to student ratio than would otherwise be the case. The staff and students are all part of a community living, working, and sharing together.

As a charity we enjoy tax exemption status which means that we pay no tax on our deposit interest which is applied to the charity's purposes, and we can reclaim tax suffered on gift aid donations made to us. We also benefit from an 80% reduction in the rates on the buildings we occupy for charitable purposes. However, we are unable to reclaim VAT on purchases and expenses used for educational purposes and we pay taxes as an employer through the national insurance contributions we make.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

Reserves Policy and Financial Health

The Charity has a Reserve Policy and an Investment Policy which are reviewed on an annual basis by the Trustees to ensure continuing appropriateness. The Trustees have considered the relevant factors and risk facing the Charity when arriving at the Reserve Policy. The Charity's assets are sufficient to meet its obligations and are all held for use by the four departments in the Charity. The endowment fund, which was set up in the previous year, is one of the main parts of the Reserve Policy and approach for the Charity. The funds currently in unrestricted funds will be held considering the other financial objectives of the Charity. At least 10% of the charity's unrestricted reserves are kept in checking and/or short notice deposit which can be withdrawn with notice of not more than 30 days. This is sufficient to cover 3 months of Charity's expenses.

As of 31 July 2024, the total funds of the Charity were £11,012,879 (2023: £9,027,262). Of these, £1,800,767 (2023: £2,077,080) are restricted funds, £1,089,688 (2023: £536,027) are endowed funds, and £8,122,424 (2023: £6,414,155) are unrestricted funds. Of the unrestricted funds, £4,053,693 (2023: £3,075,576) is represented by tangible fixed assets, and £1,341,460 represented by net current liabilities (2023: £342,095 net current liabilities.) There are long-term liabilities and provisions of £76,519 (2023: £87,545). The permanent endowment fund totals £1,089,678 (2023: £536,017).

Investment policy

The Charity has an Investment Policy which is reviewed on an annual basis by the Trustees to ensure continuing appropriateness. The financial objective of the Charity is to at least maintain the real value of the assets whilst generating a stable and sustainable return. The investment objective is to generate a return of inflation plus 3% per annum over the long term, after expenses. This should allow the Charity to at least maintain the real value of the assets, whilst funding annual expenditure in the region of 3% per annum. The charity ensures that it has access to liquid investment assets in a short period of time to cover ongoing expenses should the ongoing income not meet the expenses or the unforeseen events impact the operation of charity. This amount would at least cover three months of the operating cost of the Charity.

The Charity's assets are invested widely and diversified by asset class. The Charity assets are invested in line with its aims. The trustees do not wish to adopt an exclusionary policy, but individual investments may be excluded if perceived to conflict with the Foundation's purpose. The Charity currently uses a sustainable multi asset fund for its long-term investments which aims to have a positive impact on people and the planet by avoiding harm through social, environmental or ethical considerations.

The Charity has appointed an investment management firm to manage the assets on a discretionary basis in line with the Charity's Investment Policy. At 31 July 2024, total investments were worth £6,582,144 (2023: £5,175,937), of which £1,095,334 (2023: £524,204) comprises a permanent endowment. The Charity follows the standard rules and any increase in the value of an investment is kept as permanent endowment and invested. £479,038 of the Charity's investments (2023 £1,204,479) are held in cash or short-term deposits.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Krishnamurti Foundation Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association which were last altered in March 2013.

It is registered as a charity with the Charity Commission.

Each member agrees to contribute £1 in the event of the charity winding up.

Governing Body

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as the Governors. Under the requirements of the Memorandum and Articles of Association one third of them must retire at each Annual General Meeting. The governing body consists of the persons mentioned on page 1.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2024

In accordance with the Articles of Association, Mr Derek Hook and Mrs Wendy Smith retire by rotation and being eligible, offer them for re-election.

The Governors meet as a body on at least three occasions in each year, the duration of each meeting being about four days. In addition, there are various committees and working groups which meet more regularly throughout the year.

All Governors give their time voluntarily as Trustees.

Recruitment and Training of Governors/Trustees

In common with charities of a similar size, it is difficult to retain a full complement of governors covering the necessary range of skills and experience and with a keen interest in Krishnamurti's Teachings. The existing Governors seek new Governors through contacts with international committees and personal contacts. New Governors are mentored by more experienced Governors in the workings of the Charity and its procedures.

The two Safeguarding Liaison trustees regularly attend training on school regulatory and compliance matters and keep the other trustees informed and up to date with the latest updates to regulations. All the Trustees receive annual refresher safeguarding training including e-Safety.

Organisational Management

The Governors (Trustees) are legally responsible for the overall management and control of the four areas of the Charity. These are the main school (referred to as Brockwood Park School), the small school (referred to as Inwoods Small School), the Foundation (referred to as Krishnamurti Foundation Trust) and the adult Study Centre (referred to as The Krishnamurti Centre).

The Members of the Management Committees have day-to-day responsibility for the running of their respective areas and for implementing the policies set by the Governors. The School Management Committee has a day-to-day oversight and responsibility for running the Schools. For Inwoods, the Co-ordinator who is also part of the School Management team has the day-to-day responsibility for running the Small School. The Head of the Foundation and Centre has a day-to-day oversight and responsibility for running the Centre and Foundation.

Risk Management

The Governors are responsible for the identification and management of risks. The major risks to which the Trust is exposed, are identified by the Governors with the assistance and consultation of the Management Committees. These risks have been reviewed and systems and procedures established to manage those risks. Examination of the risks and establishment of controls to mitigate them is delegated to the Management Committees and the process is overseen by the Bursar on behalf of the governing body. The Risk Register is reviewed by the Trustees in each Trustee meeting. A review of the risk management processes is undertaken annually at the November Trustee meeting. They monitor the risk and take appropriate mitigating action when required.

The key controls used by the charity include:

- formal agendas for all Governor Meetings.
- formal minutes taken at all meetings.
- comprehensive strategic planning, budgeting, and management accounting.
- formal written policies.
- clear authorisation and approval levels.
- clear job descriptions of all staff.
- vetting procedures as required by law for the protection of the vulnerable.
- crisis management procedures.
- legal and specialist advice.

Included within these controls are considerations of price, credit, liquidity, and cash-flow risks.

Through the risk management processes established for the charity the Governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable, but not absolute, assurance that major risks have been adequately managed.

KRISHNAMURTI FOUNDATION TRUST LIMITED
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)
FOR THE YEAR ENDED 31 JULY 2024

Disclosure of information to the auditors


In so far as the Trustees are aware at the time of agreeing our Trustees' Annual Report:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees, having made enquiries of fellow Trustees and the Auditor, confirm that they have each taken all steps that they ought to have individually taken, to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

Auditor

Azets Audit Services were appointed as auditor to the charitable company and a resolution proposing that they be re-appointed will be put to a General Meeting.

The trustees' report, including the directors' report and strategic report, was approved by the Board of Trustees.


.....
Mrs W Smith

Date: 13/11/2024

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2024

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

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Opinion

We have audited the financial statements of Krishnamurti Foundation Trust Limited (the 'charitable company') for the year ended 31 July 2024 which comprise the statement of financial activities, the summary of income and expenditure account, the balance sheet, the statement of cash flows and the 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Matters on which we are required to report by exception

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

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

- 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.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purpose 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which 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.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

A further description of our responsibilities is available on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.

This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

Jon Noble (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

19 November 2024
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Chartered Accountants
Statutory Auditor

Athenia House
10-14 Andover Road
Winchester
Hampshire
United Kingdom
SO23 7BS

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2024

Current financial year

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowed funds 2024 £	Total 2024 £	Total 2023 £
Income						
Donations and legacies	3	1,409,358	157,336	490,195	2,056,889	1,117,298
Investment income		219,555	-	-	219,555	83,184
Charitable activities	4	2,357,624	-	-	2,357,624	2,228,886
Total income		3,986,537	157,336	490,195	4,634,068	3,429,368
Expenditure on:						
Raising funds						
Investment management fees		13,348	-	-	13,348	3,567
Charitable activities						
Publicity		88,417	-	-	88,417	40,966
Royalties payable (including KFA)		16,335	-	-	16,335	22,243
Irrecoverable school fees and bad debts		6,874	-	-	6,874	3,842
Direct costs		995,725	1,802	-	997,527	1,026,029
Food and household costs		266,107	1,694	-	267,801	192,125
Archive costs		4,728	280	-	5,008	3,972
Premises costs		569,261	3,649	-	572,910	515,751
Support costs	6	447,733	6,624	-	454,357	428,064
Depreciation		233,353	64,893	-	298,246	240,072
Governance costs	6	156,275	-	-	156,275	54,206
Total charitable expenditure	5	2,784,808	78,942	-	2,863,750	2,527,270
Total resources expended		2,798,156	78,942	-	2,877,098	2,530,837
Net gains on investments	12	169,986	-	58,661	228,647	19,515
Net incoming resources before transfers		1,358,367	78,394	548,856	1,985,617	918,046
Gross transfers between funds	20/21	349,902	(354,707)	4,805	-	-
Net movement in funds		1,708,269	(276,313)	553,661	1,985,617	918,046
Fund balances at 1 August		6,414,155	2,077,080	536,027	9,027,262	8,109,216
Fund balances at 31 July		8,122,424	1,800,767	1,089,688	11,012,879	9,027,262

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

Prior financial year

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowed funds 2023 £	Total 2023 £	Total 2022 £
Income						
Donations and legacies	3	586,683	183,562	347,053	1,117,298	613,284
Investment income		81,852	-	1,332	83,184	3,713
Charitable activities	4	2,228,886	-	-	2,228,886	2,088,604
Total income		2,897,421	183,562	348,385	3,429,368	2,705,601
Expenditure on:						
Raising funds						
Investment management fees		3,567	-	-	3,567	-
Charitable activities						
Publicity		40,966	-	-	40,966	60,939
Royalties payable (including KFA)		22,243	-	-	22,243	32,198
Irrecoverable school fees and bad		3,842	-	-	3,842	-
Direct costs		930,285	95,744	-	1,026,029	915,106
Food and household costs		192,125	-	-	192,125	178,635
Archive costs		3,828	144	-	3,972	4,591
Premises costs		501,925	13,826	-	515,751	391,759
Support costs	6	421,272	6,792	-	428,064	426,234
Depreciation		175,178	64,894	-	240,072	222,976
Governance costs	6	54,206	-	-	54,206	79,672
Total charitable expenditure	5	2,345,870	181,400	-	2,527,270	2,312,110
Total resources expended		2,349,437	181,400	-	2,530,837	2,312,110
Net gains on investments	12	13,504	-	6,011	19,515	-
Net incoming resources before transfers		561,488	2,162	354,396	918,046	393,491
Gross transfers between funds	20/21	(12,032)	(169,599)	181,631	-	-
Net movement in funds		549,456	(167,437)	536,027	918,046	393,491
Fund balances at 1 August		5,864,699	2,244,517	-	8,109,216	7,715,725
Fund balances at 31 July		6,414,155	2,077,080	536,027	9,027,262	8,109,216

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED
SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JULY 2024

All income funds

	2024	2023
		£
Gross income	4,143,873	3,080,983
Gains/(losses) on investments	169,986	13,504
Total income in the reporting period	<u>4,313,859</u>	<u>3,094,487</u>
Total expenditure from income funds	(2,877,098)	(2,530,837)
Net income for the year	<u>1,436,761</u>	<u>563,650</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

BALANCE SHEET

FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	10		5,201,985		4,223,868
Investments	11/12		6,582,144		5,175,937
			<u>11,784,129</u>		<u>9,399,805</u>
Current assets					
Stocks	13	31,986		33,772	
Debtors	14	201,365		342,871	
Cash at bank and in hand		265,236		582,589	
		<u>498,587</u>		<u>959,232</u>	
Creditors: amounts falling due within one year	15	<u>(1,193,318)</u>		<u>(1,244,230)</u>	
Net current liabilities			<u>(694,731)</u>		<u>(284,998)</u>
Total assets less current liabilities			11,089,398		9,114,807
Provisions for liabilities	17		<u>(76,519)</u>		<u>(87,545)</u>
Net assets			<u>11,012,879</u>		<u>9,027,262</u>
Endowed Funds	20				
Permanent Endowment		1,089,678		536,017	
Expendable Endowment		<u>10</u>		<u>10</u>	
			1,089,688		536,027
Income funds					
Restricted funds	20		1,800,767		2,077,080
Unrestricted funds:	21				
General unrestricted funds		4,195,090		3,740,104	
Designated unrestricted funds		<u>3,927,334</u>		<u>2,674,051</u>	
			<u>8,122,424</u>		<u>6,414,155</u>
			<u>11,012,879</u>		<u>9,027,262</u>

The financial statements were approved by the Trustees on 13/11/24



Mr. G. Primrose

Trustee

Company Registration No. 1055588



Mrs. W. Smith

Trustee

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash generated from operations	26	837,387		1,109,180	
Interest paid		(7,626)		(7,805)	
Net cash generated from operating activities			829,761		1,101,375
Investing activities					
Transfer from current asset investments to cash at bank		-		518,596	
Purchase of tangible fixed assets		(176,363)		(146,263)	
Proceeds from sale of tangible fixed assets		602		2,286	
Transfer from cash at bank to non-current investments		(975,000)		(5,100,000)	
Interest income		3,647		23,295	
Net cash used in investing activities			(1,147,114)		(4,702,087)
Financing activities					
Repayment of loan		-		(541,666)	
Net cash used in financing activities			-		(541,666)
Net increase / (decrease) in cash and cash equivalents			(317,353)		(4,142,378)
Cash and cash equivalents at beginning of year			582,589		4,724,967
Cash and cash equivalents at end of year			265,236		582,589

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

Charity information

Krishnamurti Foundation Trust Limited is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Brockwood Park, Bramdean, Alresford, Hampshire, SO24 0LQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charitable company is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain properties and listed investments at fair value. The principal accounting policies adopted are set out below.

Preparation of consolidated financial statements

In the opinion of the trustees, the results of the subsidiary company are not material to the group. The charitable company has therefore taken advantage of the exemption provided by Companies Act 2006, Financial Reporting Standard 102 and the Charities SORP (FRS 102), not to prepare group accounts.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it, the amounts can be measured reliably, and it is probable that income will be received.

Income from general donations is recognised on receipt or once the charity has been notified of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income from school fees is recognised in the period to which they relate. School fees received before the year end relating to future periods are included as deferred income at the year end.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required, and the amount of the obligation can be measured reliably. Any irrecoverable element of VAT is included with the item of expense to which it relates. All direct and indirect costs are attributed to the areas to which they belong. All other costs are apportioned on a reasonable apportionment basis. Support costs and governance costs (note 6), which are charitable, relate to the stewardship of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2% straight line basis
Freehold land	Not depreciated
Motor Vehicles	25% straight line basis
Fixtures and fittings	15% straight line basis
Equipment	25% - 33.33% straight line basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, and highly liquid bank accounts.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

1.11 Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.13 Irrecoverable VAT

The charitable company is partially exempt for VAT on its expenses. All of this VAT is accumulated and charged to support costs.

1.14 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. The assets of the scheme are held separately from the charity.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

1.16 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

1.17 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in the statement of financial activities in the period in which it arises.

1.18 Fund accounting

Where funds are received for a specific purpose set out by the donor, or implied by the terms of appeal, these are shown as restricted income in the Statement of Financial Activities. Funds donated to be held as capital are shown as Endowment Funds. Expenditure for the purpose specified is applied against the income and any amount unexpended at the balance sheet date is shown within Restricted Funds.

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity, and which have not been designated for other purposes.

The Trustees, at their discretion, may set aside funds to cover specific future costs. Such funds are shown as designated funds within Unrestricted Funds. Where the Trustees decide such funds are no longer required for the purposes intended, they may be released by transfer to general Unrestricted Funds.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are relevant. Actual results may differ from these estimates.

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

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

- Depreciation
- Debt recoverability
- Legacy income recognition

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

3 Donations and legacies

	Unrestricted funds	Restricted funds	Endowed funds	Total	Unrestricted funds	Restricted funds	Endowed funds	Total
	2024	2024	2024	2024	2023	2023	2023	2023
	£	£	£	£	£	£	£	£
Donations and gifts	1,299,525	157,336	490,195	1,947,056	232,125	183,562	347,053	762,740
Legacies receivable	109,833	-	-	109,833	354,558	-	-	354,558
	<u>1,409,358</u>	<u>157,336</u>	<u>490,195</u>	<u>2,056,889</u>	<u>586,683</u>	<u>183,562</u>	<u>347,053</u>	<u>1,117,298</u>

Analysed by funds

	Unrestricted funds	Restricted funds	Endowed funds	Total	Unrestricted funds	Restricted funds	Endowed Funds	Total
	2024	2024	2024	2024	2023	2023	2023	2023
	£	£	£	£	£	£	£	£
Donations and gifts								
Main School	1,124,859	151,556	-	1,276,415	39,699	175,977	-	215,676
Inwoods Small School	1,318	-	-	1,318	5,382	-	-	5,382
Foundation	156,662	5,780	490,195	652,637	145,099	7,585	347,053	499,737
Adult Study Centre	16,686	-	-	16,686	41,945	-	-	41,945
	<u>1,299,525</u>	<u>157,336</u>	<u>490,195</u>	<u>1,947,056</u>	<u>232,125</u>	<u>183,562</u>	<u>347,053</u>	<u>762,740</u>
Legacies receivable								
Main School	-	-	-	-	-	-	-	-
Foundation	109,833	-	-	109,833	354,558	-	-	354,558
	<u>1,409,358</u>	<u>157,336</u>	<u>490,195</u>	<u>2,056,889</u>	<u>586,683</u>	<u>183,562</u>	<u>347,053</u>	<u>1,117,298</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

4 Charitable activities income

	Note	Unrestricted funds 2024	Total 2024	Unrestricted funds 2023	Total 2023
		£	£	£	£
School fees		1,890,041	1,890,041	1,789,600	1,789,600
Board and lodging		268,590	268,590	226,702	226,702
Royalties		51,016	51,016	83,490	83,490
Trading activities		16,106	16,106	15,299	15,299
Recoveries from staff and students		47,731	47,731	61,678	61,678
Government grants	18	29,168	29,168	32,057	32,057
Other income		54,972	54,972	20,060	20,060
		<u>2,357,624</u>	<u>2,357,624</u>	<u>2,228,886</u>	<u>2,228,886</u>

Analysed by funds

	Unrestricted funds 2024	Total 2024	Unrestricted funds 2023	Total 2023
	£	£	£	£
Main School	1,844,435	1,844,435	1,766,056	1,766,056
Inwoods Small School	154,733	154,733	120,452	120,452
Foundation	290,984	290,984	98,889	98,889
Adult Study Centre	67,472	67,472	243,489	243,489
	<u>2,357,624</u>	<u>2,357,624</u>	<u>2,228,886</u>	<u>2,228,886</u>

5 Charitable activities expenditure – Unrestricted funds

	Main School	Small School	Foundation	Centre	Total	Total
	2024	2024	2024	2024	2024	2023
	£	£	£	£	£	£
Archive costs	-	-	4,728	-	4,728	3,828
Depreciation	135,541	3,450	3,471	90,891	233,353	175,178
Direct Costs	620,603	105,996	133,429	135,697	995,725	930,285
Food & Household Costs	203,977	3,026	1,315	57,789	266,107	192,125
Governance costs	68,102	2,514	81,558	4,101	156,275	54,206
Irrecoverable school fees and bad debts	2,289	16	4,569	-	6,874	3,842
Premises costs	478,463	15,020	5,800	69,978	569,261	501,925
Publicity	18,840	603	61,739	7,235	88,417	40,966
Royalties paid	-	-	16,335	-	16,335	22,243
Support costs	357,261	18,634	43,534	28,304	447,733	421,272
	<u>1,885,076</u>	<u>149,259</u>	<u>356,478</u>	<u>393,995</u>	<u>2,784,808</u>	<u>2,345,870</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

5 Charitable activities expenditure – Restricted funds (continued)

	Main School	Foundation	Total	Total
	2024	2024	2024	2023
	£	£	£	£
Archive costs	-	280	280	144
Depreciation	64,893	-	64,893	64,894
Direct Costs	1,802	-	1,802	95,744
Food & Household Costs	1,694	-	1,694	-
Premises costs	3,649	-	3,649	13,826
Support costs	-	6,624	6,624	6,792
	<u>72,038</u>	<u>6,904</u>	<u>78,942</u>	<u>181,400</u>

6 Support and governance costs

	Support costs	Governance costs	2024	Support costs	Governance costs	2023
	£	£	£	£	£	£
Staff costs	186,508	-	186,508	172,837	-	172,837
Communications	29,663	-	29,663	11,393	-	11,393
Travelling and motor	9,690	-	9,690	5,615	-	5,615
Insurance	52,543	-	52,543	44,330	-	44,330
Irrecoverable VAT	101,540	-	101,540	85,214	-	85,214
Stationery and office costs	49,915	-	49,915	69,179	-	69,179
Loan interest and bank charges	7,626	-	7,626	7,805	-	7,805
Other costs	16,872	-	16,872	31,691	-	31,691
Audit and accountancy	-	22,080	22,080	-	19,224	19,224
Legal and professional fees	-	134,195	134,195	-	34,982	34,982
	<u>454,357</u>	<u>156,275</u>	<u>610,632</u>	<u>428,064</u>	<u>54,206</u>	<u>482,270</u>

Where the allocation of costs is clearly identifiable, support costs are allocated to the funds to which they relate. Where the allocation between funds is not clearly identifiable (for example, accountancy fees), costs are allocated on a percentage basis.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

7	Net movement in funds	2024	2023
		£	£
	Net movement in funds is stated after charging/(crediting)		
	Fees payable to the charitable company's auditor for the audit of the charitable company's financial statements	13,350	12,725
	Depreciation of owned tangible fixed assets	298,246	240,072
	Profit on disposal of tangible fixed assets	(602)	(2,285)
		<u> </u>	<u> </u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration, or benefits from the charity during the year. Trustee travel and other support expenses totalling £857 (2023: £2,923) are included within Other Support Costs.

9 Employees

Number of employees

The average monthly number of full-time equivalent employees during the year was:

	2024	2023
	Number	Number
Teaching and support	38	41
Management and administration	10	12
	<u> </u>	<u> </u>
	48	53
	<u> </u>	<u> </u>

Employment costs

	2024	2023
	£	£
Wages and salaries	1,025,807	1,009,974
Social security costs	72,784	71,245
Other staff costs	3,151	22,293
Pension costs	19,948	18,338
	<u> </u>	<u> </u>
	1,121,690	1,121,850
	<u> </u>	<u> </u>

The average number of staff on a head count basis in the year was 57 (2023: 58).

The key management personnel of the charity comprise the trustees and the senior management team. The total employee benefits, comprising salary, pension contributions and related employers' national insurance contributions of the key management personnel of the charity were £112,288 (2023: £111,139).

There were no employees whose annual remuneration was £60,000 or more.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

10 Tangible Assets

	Land and buildings £	Plant and machinery £	Total £
Cost			
At 1 August 2023	7,250,764	1,094,890	8,345,654
Additions	1,100,000	176,363	1,276,363
Disposals	-	(22,882)	(22,882)
At 31 July 2024	<u>8,350,764</u>	<u>1,248,371</u>	<u>9,599,135</u>
Depreciation and impairment			
At 1 August 2023	3,328,745	793,041	4,121,786
Depreciation charged in the year	169,874	128,372	298,246
Depreciation eliminated	-	(22,882)	(22,882)
At 31 July 2024	<u>3,498,619</u>	<u>898,531</u>	<u>4,397,150</u>
Carrying value			
At 31 July 2024	<u>4,852,145</u>	<u>349,840</u>	<u>5,201,985</u>
At 31 July 2023	<u>3,922,019</u>	<u>301,849</u>	<u>4,223,868</u>

The directors are of the opinion that the value of the Freehold Property is in excess of its book value based on the comments in a valuation carried out in the previous financial year.

11 Fixed asset investments

	2024 £	2023 £
Investments in subsidiaries	<u>100</u>	<u>100</u>

Details of the charity's subsidiaries at 31 July 2024 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	Indirect
Brockwood Park Estates Ltd	England & Wales	Development of building projects	Ordinary	100.00	-

The aggregate capital and reserves and the result for the year of the subsidiary excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Brockwood Park Estates Ltd	(72)	(1,171)

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

12 Investments

	2024	2023
	£	£
Listed	6,103,006	3,971,358
Cash and settlements pending held as part of the investment portfolio	479,038	1,204,479
	<u>6,582,044</u>	<u>5,175,837</u>
	£	£
Market value		
Brought forward	5,175,837	-
Capital inflows	1,075,000	5,100,000
Capital outflows	(100,000)	-
Return on investment	215,908	59,889
Unrealised gains/ (losses)	228,647	19,515
Investment management fees	(13,348)	(3,567)
Carried forward	<u>6,582,044</u>	<u>5,175,837</u>

13 Stocks

	2024	2023
	£	£
Stock for fuel	7,120	10,117
Goods for resale	24,866	23,655
	<u>31,986</u>	<u>33,772</u>

14 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
School fees recoverable	25,972	21,721
Trade debtors	27,018	28,612
Amount owing from related party	502	1,158
Other debtors	147,873	291,380
	<u>201,365</u>	<u>342,871</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

15 Creditors: amounts falling due within one year

	2024	2023
	£	£
Trade creditors	179,152	66,865
Taxes and social security	80,046	49,157
School fees in advance	782,379	947,314
Fee and textbook deposits	86,800	95,932
Other creditors and accruals	<u>64,941</u>	<u>84,962</u>
	<u>1,193,318</u>	<u>1,244,230</u>

16 Deferred income

	2024	2023
	£	£
Deferred income is included in the financial statements as follows:		
Deferred income at 01 August 2023	981,394	710,597
Released from previous periods	(966,904)	(710,597)
Resources deferred income year	<u>786,166</u>	<u>981,394</u>
Deferred income at 31 July 2024	<u>800,656</u>	<u>981,394</u>

17 Provisions for liabilities and charges

	2024	2023
	£	£
<u>Provision for staff leaving</u>		
Balance at 1 August 2023	87,545	62,739
Used in the year	(13,196)	(4,193)
Charge for the year	<u>2,170</u>	<u>28,999</u>
Balance at 31 July 2024	<u>76,519</u>	<u>87,545</u>

The trustees have agreed that residential members with more than 3 years of service will be entitled to receive a lump sum equivalent to 5% of annual salary for each completed year, subject to a maximum service of 15 years.

18 Government grants

During the year the charity received government grants relating to heat incentives totalling £29,168 (2023: £32,057).

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £19,948 (2023: £18,338).

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

20 Restricted and Endowed Funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2022		Movement in funds			Balance at 31 July 2023			Movement in funds			Balance at 31 July 2024			
	£	£	£	£	£	£	£	£	£	£	£	£	£	£	
<u>Restricted Funds</u>															
Main School General	36,474	26,656	(5,659)	(17,560)	39,911	-	(6,079)	(33,832)	-	-	-	-	-	-	-
Main School Bursary Fund	-	17,752	-	(7,000)	10,752	21,344	-	-	21,344	-	-	-	-	-	32,096
Music Fund	5,383	829	(3,651)	-	2,561	194	(1,065)	-	194	(1,065)	-	-	-	-	1,690
Pavilions	1,213,185	-	(64,894)	-	1,148,291	-	(64,894)	-	-	(64,894)	-	-	-	-	1,083,397
Foundation Archive	12,835	-	(5,818)	-	7,017	-	(922)	(6,095)	-	(922)	-	-	-	-	-
Foundation Subtitling	5,010	-	(4,426)	-	584	-	-	(584)	-	-	-	-	-	-	-
J K Online	38,236	7,585	(6,114)	-	39,707	-	(6,114)	-	5,779	(5,982)	-	-	-	-	39,504
Alumni Bursary Fund	81,430	217	-	-	81,647	-	-	-	202	-	-	-	-	-	83,862
Jean-Michel	207,585	130,523	(81,398)	(61,400)	195,310	(61,400)	(81,398)	(61,400)	129,817	-	-	(191,847)	-	-	133,280
Elisabeth Fraser	633,480	-	(9,440)	(72,740)	551,300	(72,740)	(9,440)	(72,740)	-	-	-	(124,362)	-	-	426,938
Muriel Gill	10,899	-	-	(10,899)	-	-	-	(10,899)	-	-	-	-	-	-	-
	<u>2,244,517</u>	<u>183,562</u>	<u>(181,400)</u>	<u>(169,599)</u>	<u>2,077,080</u>	<u>157,336</u>	<u>(78,942)</u>	<u>(354,707)</u>	<u>157,336</u>	<u>(78,942)</u>	<u>(354,707)</u>	<u>1,800,767</u>			

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

	Balance at 1 August 2022		Movement in funds		Balance at 31 July 2023		Movement in funds		Balance at 31 July 2024	
	£	£	Incoming resources	Resources expended	Transfers	£	Incoming resources	Resources expended	Transfers	£
<u>Endowed Funds</u>										
Permanent Endowment	-	354,396	-	-	181,621	536,017	548,856	-	4,805	1,089,678
Expendable Endowment	-	-	-	-	10	10	-	-	-	10
	-	354,396	-	-	181,631	536,027	548,856	-	4,805	1,089,688
Total restricted and endowed funds	2,244,517	537,958	(181,400)		12,032	2,613,107	706,192	(78,942)	(349,902)	2,890,455

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

20 Restricted and Endowed Funds (continued)

A description of the nature and purpose of the restricted funds is shown below:

- Main School General - Smaller donations to be used for a specific/restricted purpose in BP School
- Main School Bursary - Donations to be used for bursary in BP School
- Main School Music - Donations to be used for music in BP School
- Main School Pavillions - Donations to be used for pavillions in BP School
- Foundation Archive Exchange - Donations to be used in the foundation for archive exchange between the three foundations
- Foundation Subtitling - Donations to be used for subtitling the videos of Krishnamurti
- J K Online - Donations to be used to pay for the cost of JKO website version 1
- Alumni Bursary Fund - 25% donations restricted to bursary for Alumni children and 75% restricted to bursary in BP School
- Jean-Michel Bursary and Teacher Recruitment - Donations to be used for bursaries and teacher recruitment (Brockwood and Inwoods).
- Elisabeth Fraser - Legacy to be used for bursaries and repairs to the school (Brockwood)
- Muriel Gill - Legacy to be used for financial support for those staying at the Krishnamurti Study Centre.

A description of the nature and purpose of the endowed funds is shown below:

- Permanent Endowment - Permanent Endowment funds represent assets which must be held permanently by the charity. The fund balance comprises donations made to the permanent endowment fund, with any capital gains or losses arising on invested funds.
- Expendable Endowment – Expendable Endowment funds may be applied in promoting to the Objects of the charity in such manner as the Trustees see fit.

Transfers between funds

Permanent Endowment

The transfer of £4,805 relates to the transfer of a donation to the Fund, as per the donor's wishes.

Main School General

The transfer of £33,832 relates to the reallocation of a donation for energy self-sufficiency, the transfer of funds to the Unrestricted Main School Fund, and the transfer of donations (wished by the donor to be added to the Permanent Endowment, Main School Unrestricted, and Alumni Bursary funds).

Elisabeth Fraser

The transfer of £124,362 relates to repairs to the school.

Jean-Michel Bursary and Teacher Recruitment

The transfer of £191,847 relates to school fees covered by bursaries and sponsorships from this fund, as well as teacher recruitment costs.

Alumni Bursary

The transfer of £2,013 relates to the allocation of donations, as per the donors' wishes.

Foundation Archive Exchange and Foundation Subtitling

The transfers of £6,095 and £584 relate to the transfer of staff salary costs.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

21 Unrestricted Funds

The income funds of the charity include unrestricted funds comprising the following unexpended balances:

	Balance at 1 August 2022		Movement in funds		Balance at 31 July 2023		Movement in funds		Balance at 31 July 2024	
	£	£	Incoming resources	Resources expended	Transfers	£	Incoming resources	Resources expended	Transfers	£
Unrestricted General										
Foundation	594,234	216,444		(193,408)	-	617,270	524,944	(325,078)	6,679	823,815
Main school	2,623,691	1,789,496		(1,619,777)	133,166	2,926,576	1,869,540	(1,885,076)	228,728	3,139,768
Study centre	43,296	286,464		(356,193)	26,433	-	307,831	(393,995)	86,164	-
Small school	198,160	126,632		(128,534)	-	196,258	156,177	(149,259)	28,331	231,507
Development	-	6,777		(49,537)	42,760	-	70	(42,373)	42,303	-
Total General	3,459,381	2,425,813		(2,347,449)	202,359	3,740,104	2,858,562	(2,795,781)	392,205	4,195,090
Designated										
Foundation	1,952,274	290,548		-	(39,646)	2,203,176	1,209,833	-	(42,303)	3,370,706
Brockwood Park Fund	447,325	17,831		-	-	465,156	-	-	-	465,156
Small School Fund	5,719	-		-	-	5,719	-	-	-	5,719
Development	-	176,733		(1,988)	(174,745)	-	88,128	(2,375)	-	85,753
Total Designated	2,405,318	485,112		(1,988)	(214,391)	2,674,051	1,297,961	(2,375)	(42,303)	3,927,334
Total Unrestricted	5,864,699	2,910,925		(2,349,437)	(12,032)	6,414,155	4,156,523	(2,798,156)	349,902	8,122,424

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2024

22 Analysis of net assets between funds

Fund balances on 31 July 2024 are represented by:

	Unrestricted funds 2024	Restricted funds 2024	Endowed funds 2024	Total 2024	Unrestricted funds 2023	Restricted funds 2023	Endowed funds 2023	Total 2023
	£	£	£	£	£	£	£	£
Tangible assets	4,053,693	1,148,292	-	5,201,985	3,075,576	1,148,292	-	4,223,868
Non-current asset investments	5,486,710	-	1,095,334	6,582,044	3,784,975	871,691	519,171	5,175,837
Net current liabilities	(1,341,460)	652,475	(5,646)	(694,631)	(358,851)	57,097	16,856	(284,898)
Long term liabilities and provisions	(76,519)	-	-	(76,519)	(87,545)	-	-	(87,545)
	<u>8,122,424</u>	<u>1,800,767</u>	<u>1,089,688</u>	<u>11,012,879</u>	<u>6,414,155</u>	<u>2,077,080</u>	<u>536,027</u>	<u>9,027,262</u>

Funds currently show net current liabilities of £694,631 at the year end. However, this is due to significant cash being held in the Cazenove investment fund. As these funds are expected to remain in the Cazenove Fund for more than 12 months from the balance sheet date, they have been treated as Fixed Asset investments to comply with the Charity SORP. These funds are accessible with short notice and they could be transferred back as required.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

23 Contingent assets

There is inherent uncertainty in the probate valuation of estates as a result of the nature of underlying assets and liabilities, and the time that elapses between probate and closure of other contingencies that attend the estate. Legacies are recognised at the point of notification of grant of probate, when it can be measured or estimated with sufficient reliability.

At the year end, the charity was entitled to multiple legacies whose value could not be estimated with sufficient reliability to recognise in the year, in accordance with FRS 102 and the Charities' SORP.

24 Related party transactions

Similar foundations exist in other countries throughout the world including Spain, India and USA. These foundations have joined together to create a global website the costs of which are to be shared between them. The charity and the American foundation (KFA) have made a Joint Representation Agreement whereby all royalties receivable on books by the two organisations are shared equally between them and they will be jointly represented to all trade partners (publishers, literary agents, committees, online channels etc.) to avoid duplication of representation. The amount of royalties to be charged to KFA amounts to £16,951 (2023 - £41,993) and charged by KFA amounts to £18,300 (2023 - £25,663). The amount calculated as due from KFA amounts to £17,644 (2023 - £16,331) and due to KFA amounts to £18,300 (2023 - £nil).

Donations from Trustees to the charity for various purposes amount to £293 (2023 - £2,145) throughout the year.

25 Trustees' liability insurance

An insurance policy exists, as part of the Charity's normal insurance policy, indemnifying any insured individual for any wrongful act (as defined in the policy) in their capacity as a governor, principal, officer or employee.

26 Cash generated from operations	2024	2023
	£	£
Surplus for the year	1,985,617	918,046
Elimination of non-operating cashflows:		
Investment income	(215,909)	(59,889)
Interest receivable	(3,647)	(23,295)
Financing costs	7,626	7,805
Investment management costs	13,348	3,567
Profit on disposal of tangible fixed assets	(602)	(2,285)
Adjustments for:		
Depreciation and impairment of tangible fixed assets	298,246	240,072
Increase/(decrease) in provision	(11,026)	24,806
Fair value movement on investments	(228,646)	(19,515)
Donation of fixed assets	(1,100,000)	-
Movements in working capital:		
(Increase) in stock	1,786	(108)
(Increase)/decrease in debtors	141,506	(217,121)
Increase in creditors due within one year	(50,912)	237,097
Cash (absorbed by)/generated from operations	837,387	1,109,180

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2024

27 Analysis of changes in net debt

	31 July 2023	Cash flows	31 July 2024
	£	£	£
Cash at bank and in hand	<u>582,589</u>	<u>(317,353)</u>	<u>265,236</u>

KRISHNAMURTI FOUNDATION TRUST LTD

England & Wales - Charity number 312865

Accounts

Charity Registration No. 312865 (England and Wales)

Company Registration No. 1055588 (England and Wales)

KRISHNAMURTI FOUNDATION TRUST LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023

KRISHNAMURTI FOUNDATION TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. D. A. Hook Mr. G. Primrose Mrs. W. Smith Mr. A. C. Herron Ms. M Kuyper		
Secretary	Mr. G. Primrose		
Charity number (England and Wales)	312865		
Company number	1055588		
Registered office	Brockwood Park Bramdean Alesford Hampshire SO24 0LQ		
Key personnel	Mr. T. Lehmann Co-Chair of School Management Committee Ms M. Masoumian Bursar and Co-Chair of School Management Committee Mr. B. Taylor Member of Centre and Foundation Management Committee Mr. R. Patel Member of Centre and Foundation Management Committee Mr. T. Power Member of School Management Committee Mrs. K. Power Member of School Management Committee		
Solicitors	Veale Wasbrough Vizards LLP (VWV) With offices in London, Watford, Bristol and Birmingham Paris Smith 1 London Road Southampton SO15 2AE		
Banker	NatWest Bank Plc Winchester Old Bank 105 High Street Winchester Hampshire SO23 9AH	Investment Manager	Cazenove Capital Schroder & Co. Limited 1 London Wall Place London EC2Y 5AU
Auditor	Azets Audit Services Athenia House 10-14 Andover Road Winchester Hampshire SO23 7BS		
Websites	Main School www.brockwood.org.uk Small School www.inwoods.org.uk Foundation www.kfoundation.org.uk Centre www.krishnamurticentre.org.uk Global www.jkrishnamurti.org		

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2023

The trustees present their report and financial statements for the year ended 31 July 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard, applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

OUR PURPOSES, ACTIVITIES, AIMS AND OBJECTIVES

Our Charity's purposes, as set out in the objects contained in the company's Memorandum of Association, are to advance the education of the public in philosophy, sociology, psychology, and comparative religion and to promote in those fields the study of the teachings of Jiddu Krishnamurti.

The Charity operates in four areas:

1. Brockwood Park School provides a general education for students aged 14 years and over.
2. Inwoods Small School also provides a general education, but for pupils up to the age of 11 years.
3. The Foundation maintains the archives of the works of Jiddu Krishnamurti and disseminates Krishnamurti's work via print and digital mediums.
4. The Krishnamurti Centre provides opportunities for the study of philosophy, sociology, comparative religion, and in particular the study of the teachings of Krishnamurti, for adult members of the public.

Our Objectives

Our objectives are set up to reflect the educational aims of our Schools, the preservation and dissemination of the works of Jiddu Krishnamurti and his many discussions with other philosophers, psychologists, social scientists, and religious figures by the Foundation and to provide a high quality study centre to enable visitors to study these works and other comparative, religious and psychological works available in the library and discuss and explore them.

In setting our objectives and planning our activities, the Trustees have considered the Charity Commission's general guidance on public benefit and to its supplementary public benefit guidance on advancing education and on fee-charging.

Our key objectives for the year included:

- Revamping the Foundation's website and creating a unique site providing free access to the work of Krishnamurti for all;
- Continuing our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti and the promotion of the activities of the charity;
- Continuing to create new podcasts for the dissemination of Krishnamurti's Teachings;
- Launching the endowment fund and fundraising for it;
- Continuing to place the video and audio recordings of Krishnamurti online, providing free access to both;
- Possible adoption of a new fee model and structure for the schools;
- Automating the procedures and processes in the Accounts Office;
- Reviewing the residential staff salary and possibility of a pension and other welfare mechanisms, given the financial constraints within the Trust;
- Signing new contacts for English book titles of the work of Krishnamurti with reputable publishers and also to publish translated versions in other countries and territories;
- Continuing to offer an education to the students with a holistic approach and provide the financial security to do so;
- Continuing to maintain the Krishnamurti Centre as a high quality venue for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings;
- Enhancing the awareness of the Krishnamurti Centre and to create new programmes to attract people to the Centre.

KRISHNAMURTI FOUNDATION TRUST LIMITED

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Our Public Benefit

We wish to encourage all who wish to attend our schools to do so, irrespective of their financial means (see our Bursary Policy below). We believe that our schools and our students benefit from learning within a diverse community. Our school fees are set at the lowest level consistent with ensuring the financial stability of the schools and at a level consistent with providing the students with a high standard of academic and personal education (our fees are currently some £10,000 less than the average fees for independent secondary boarding schools in the UK). Even though we have a generous bursary fund available, in academic year 2022-2023 the bursary requests remained relatively static, equating to 4.94% of total school fees. This may reflect our very low fees, compared with other international boarding schools around the world, and the weaker pound.

A local kindergarten ('Wildflowers') currently uses part of our grounds (particularly some of the woodland) free of charge for activities with its children.

The schools have started to hold Open Days again which members of the local community are welcome to attend. These had stopped for a couple of years due to the pandemic.

The newsletter of Brockwood Park School, The Brockwood Observer, containing articles written by staff, students and trustees and information about items of interest at the school, is sent out to the many individuals and groups on our mailing list free of charge. Brockwood Park School offers classical concerts organised and performed by award winning musicians which are free to the public.

Many teachers and educators, not connected with the charity, visit the schools and the Centre to view and discuss the unique educational approach on offer. From time-to-time, the schools are approached by PhD and research students in education asking to come and visit.

More than 2,000 videos of Krishnamurti, meticulously subtitled in various languages, are available free of charge on our YouTube Channel: we are progressively releasing short video extracts and audio recordings of Krishnamurti for free on our official YouTube channel and intend to continue to produce and make the remaining audio recordings of Krishnamurti also available for free. We are making the transcripts of various talks of Krishnamurti available for free on our international website (jkrishnamurti.org). We have also created free access to the work of Krishnamurti on two new platforms, The Krishnamurti Podcast, and Instagram. We have conducted paid social media campaigns to bring to the public the teachings of Krishnamurti free of charge. We have created elegantly designed booklets and made them available free to the public. We have revamped the foundation's website and created an extensive repository of curated materials organised in various topics available for free for all interested individuals or organisations.

Our charges for staying at the Krishnamurti Centre are kept as low as possible to ensure that all who wish to attend can do so. If a guest cannot afford the full room-rate, we may make a discretionary reduction to the cost, or allow a guest to stay for free. For most of the year, the Centre is open to any day visitor, free of charge, who wishes to make use of the facilities (library, video-room, audio and video players) thereby encouraging people to visit regularly to study and research Krishnamurti's teachings and other religious, psychological and spiritual works. We welcome many guests from the surrounding area for day visits, also at no cost to them. We offer a one-time discount for students and people who may not be able to afford the costs to enable them to visit and stay at the Centre. We have developed programmes at Krishnamurti Centre which would enable wider access to interested people. We have a 2-4 week volunteer programme allowing individuals to stay at the centre free of charge. We have expanded our choices of accommodation allowing participants in our newly designed summer gathering and young adult retreats to stay at Brockwood and visit the centre on a very low-cost basis. We have expanded our offering of discretionary fares for such events. We have allocated two rooms at the Centre for a lower discretionary rate enabling wider access to public.

At the Krishnamurti Centre we have brochures, bulletins, and articles available for free, which give information about Krishnamurti's teachings and the intentions of the Centre and which we send to anyone who contacts us and wishes to know more.

The Foundation sends out e-newsletters at least 6 times per year containing audio, video and text of the teachings of Krishnamurti to our subscribers free of charge.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2023

Bursaries and Financial Assistance

As stated above, the Trustees believe that it is important to make bursaries available to students from families who may not be able to pay all of the school fees. In assessing a family's means we take many factors into consideration, including family income, investments, savings, etc. We rely on the generosity of benefactors to offer any kind of bursary. We must ensure that a balance is struck between fee-paying parents and those benefiting from the bursaries.

Bursaries range from a 7% to an 80% remission of fees. Information about fee assistance through bursaries is provided to all who request it. In the current year the school has made available 4.70% of its fee income for bursaries.

The fees for the main school are paid annually and before the start of the term. However, we understand that some families need to budget carefully, therefore, we offer the facility to pay fees on a termly basis. In exceptional cases and upon request, as an additional provision of financial aid, we agree on a payment-plan with parents who need this assistance to be able to afford the fees.

OUR STRATEGY

The Trustees are responsible for setting strategies for achieving the objectives determined for the areas of operation of each section of the Charity.

Key objectives and strategies

Our key objectives of the charity are listed below with strategies adopted to achieve those also displayed:

- Revamping the Foundation's website and creating a unique site providing to the public free access to the work of Krishnamurti;
 - Creating a team to redesign and revamp the website from all perspectives such as user-interface, material available, content created, fonts and design elements.
 - Creating a unique section in the website providing materials and the work of Krishnamurti organised by topics for easy access and research.
 - Creating new content about introducing the teachings of Krishnamurti and also a biography of Krishnamurti as well as many other pages of the website.
- Continuing our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti and promotion of activities of the charity;
 - Releasing more than 1000 pieces of content on our social media channels currently subscribed to by more than 2 million people. These posts are carefully curated by an experienced team and are being shared for free.
- Continuing to create new podcasts for the dissemination of Krishnamurti's teachings;
 - Carefully chosen material from the work of Krishnamurti is organised around various topics and shared free of charge on various podcast platforms.
- Launching the endowment fund and fundraising for it
 - The endowment fund was launched and appropriate fundraising has been going on for this fund.
- Continuing to host video and audio recordings of Krishnamurti online to enable free access to both;
 - Videos and audio recordings of Krishnamurti's talks and discussions continue to be placed on our YouTube channels for free access of public. Many of these videos and audio recordings have subtitles in more than 40 languages.
- Possible adoption of a new fee model and structure for the main school;
 - A new fee model was put into place for the school in order to strengthen the finance of the charity, enabling us to meet the financial challenges faced and to finance new initiatives.
- Automating the procedures and processes in the Accounts Office;
 - This project has started and an outside consultant has been appointed to initiate the work which would bring more productivity and seamlessness to the operation of the accounts.
- Reviewing the residential staff salary and possibility of a pension and other welfare mechanisms, given the financial constraints within the Trust;

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FOR THE YEAR ENDED 31 JULY 2023

- This is in progress taking into account the additional financial challenges faced by the Charity due to the high inflation and likelihood of a Labour government being elected who are still planning to impose 20% VAT on school fees and removing charitable relief on business rates (mandatory 80% relief) from those schools which are charities.
- Signing new contacts for English book titles of the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories;
 - This is in progress and titles are being published both in English and other languages around the world.
- Continuing to offer education to the students with a holistic approach and provide the financial security to do so;
- Continuing to maintain the Krishnamurti Centre as a high quality venue for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings;
- Enhancing the awareness of the Krishnamurti Centre and create new programmes to attract people to the Centre;
 - New programmes have been launched at the Centre enabling a larger number of people with different financial means to attend the Centre.
 - 2-4-week volunteer programme, Young Adult Retreats and Summer Gatherings are all new initiatives at the Centre.
 - Much more focused digital campaign initiated to enhance the awareness of public of existence of the Centre.

Achievement and performance

The number of applicants for Brockwood Park School continues to be close to an all-time high. The school continues to receive most of its new applicants via word of mouth. The feedback from parents and students continues to be positive and supportive which seems to be the main contributor to the increase in the number of applicants.

The charity continues to improve its financial health despite facing the challenge of a high inflation rate.

The digital activities of the Foundation across all of its platforms have brought the teachings of Krishnamurti to the attention of millions of people free of charge. New social media campaigns have reached millions of people and increased our social media engagement greatly, with our Instagram page having reached over 650,000 followers. On our official YouTube channels – ad-free and totalling over 850,000 subscribers – Krishnamurti talks are now viewed more than 2 million times per month. Thanks to carefully crafted social media activities, the use of a Google Ad Grant, and the recent redesign of our online platform (kfoundation.org), which now serves as an extensive repository of free curated content, the Foundation website receives more than 45,000 visits per month. Our popular podcast 'Urgency of Change – The Krishnamurti Podcast' is now in its fifth season and has been downloaded over two million times. Accessibility is ensured globally by providing, completely for free, over 4000 videos and extracts with translated subtitles in more than 40 languages.

The Foundation continues to work closely with two prominent publishers in the UK, Watkins and Rider. These are currently our main English publishers of Krishnamurti's teachings. We are working on publishing two new titles for the coming year, one with each of these publishers.

New programmes have been initiated at the Centre such as the 2-4-week volunteering programme, Young Adult retreat and Summer Gathering. All have been a big success and very well attended, bringing more people from diverse backgrounds to the Centre.

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FOR THE YEAR ENDED 31 JULY 2023

Pupil Numbers, Visitors and Fees

Brockwood Park School, for the academic year 2022-23, had over 100 applicants for about 30 places available and finished the year with 69 students. Inwoods Small School, for day students only, finished the year with 15 students. This school had to restart from scratch following its closure due to the pandemic and restructuring, however, this number has increased to 20 for this academic year.

The two-tier fee structure, that was put in place for the small school and the main school, was maintained for academic year 2022-23. The small school lower tier was £7,177 and the higher tier was £8,103. The main school lower tier fee was £24,400 and the higher tier was £32,200.

The number of nights for which payment was received in the Centre increased considerably compared to last year and are now in line with pre-pandemic levels.

Co-curricular Activities

In addition to a full programme of academic courses, AS/A-level and non-exam courses, the main school continues to offer a wide range of co-curricular activities. These range from pottery and woodwork, through gardening and bushcraft, to a range of music-related tuition and a good selection of sports. There is a lot of interest in the performing arts and two major concerts (or a concert and a play) are prepared each year. The school also organises a selection of trips for students during term-time to museums, galleries, theatres, and nature reserves. The main school continued to offer a workshop week with various workshops which students would not otherwise have access to.

Details of Bursary Awards – Policy into Practice

Bursaries and sponsorships awarded were 4.70% of our total expected fee income and amounted to £88,200. This aided 11 of our students at the main school, and 3 pupils at the small school.

The Trustees review the provision of bursaries annually and delegate the responsibility of offering bursaries to the School Management Committee. The scheme widens access to the schools to people from all backgrounds and walks of life and allows suitable students, who would otherwise be unable to attend, to be part of the school community.

Environmental Incentives – Cutting our “Carbon Footprint”

Concern for the environment is at the heart of living together at Brockwood. Both schools are vegetarian and grow a proportion of their own food organically in their kitchen gardens. A central part of the high school curriculum is Human Ecology, addressing environmental issues both practically and academically and Nature Study is a central part of the Inwood's curriculum.

Day-to-day activities such as reusing and recycling items have been standard practice for many years. Our buildings are now being upgraded with better insulation and more environmentally friendly heating systems. As part of our planned increase in the use of energy from renewable sources, we have invested in a wood-chip boiler to heat the Centre building. The recently constructed student and staff accommodation, the Pavilions, is heated by ground-source heat-pumps. We have recently installed solar panels onto the roof of one of our student and staff houses, the Cloisters.

The overall strategy towards net zero has moved on with an impact report produced by Planet Mark. According to the report figures we average 3 to 4 tonnes CO₂ per person per year on the basis of around a hundred members in the community. The average British CO₂ footprint is 5.2 tonnes per person per year. We are continuing with our overall strategy towards net zero and can better track our progress using reports such as this.

Fundraising

The charity does not use professional fundraisers. Our approach to fundraising is light-touch and relies a lot on communicating clearly and directly with our donors about activities in the charity and areas of needs within the charity. We have a close relationship with our donors and organise events, activities, and communication strategies to keep them very well informed of what goes on at Brockwood. In our donor cultivation cycle we place little emphasis on requesting and a lot of emphasis on clear communication.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2023

Future Plans

The charity plans to continue to clarify and review its long-term objectives and vision and align the internal operations with these objectives, devising strategies to achieve these objectives and vision.

In light of the above, the charity intends to initiate the following:

- New digital campaign for the Krishnamurti Centre with the aim of bringing more people to the Centre and various programmes it is now running,
- Revamping our programmes offered at the Centre in light of the successful launch of new initiatives at the Centre
- Continue our digital and social media initiatives related to the dissemination of the teachings of Krishnamurti for free and the promotion of the activities of the charity.
- Continue creating new podcasts for the dissemination of Krishnamurti's teachings.
- Continuing fundraising for the endowment fund.
- Continue to place the video and audio recordings of Krishnamurti online to enable free access to both.
- Automate procedures and processes in the Accounts Office.
- Review the residential staff salary and possibility of a pension and other welfare mechanisms, given the financial constraints within the Trust.
- Sign new English book titles of the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so;

FINANCIAL REVIEW

Our Finances

In the year to 31 July 2023 the charity received more donations and legacies compared to the year before. School fee income increased by £113,742 to £1,789,600 in the year, driven by an increase in pupil numbers.

One of our risk management policies is to create a budget each year for the coming year. Quarterly reports are created comparing the actual income and expenditure with the budgets and forecasting the result for the year based upon the actual items. The Trustees consider these and act if necessary.

Total income of the charity increased from £2,705,601 to £3,429,368. This was due to an increase in donations and legacies, as well as an increase in charitable activities income. The amount of donations being received in the year was £762,740 (2022 - £403,503). Legacies amounted to £354,558 (2022 - £209,781). After deducting expenses, the Net Incoming Resources for the charity amounted to £918,046 (2022 - £393,491).

The Charity continued to benefit from royalties received from the publication of its books around the world, and from the surplus on the sale of books. The Charity appealed for funds for various purposes, some specific and others general.

The Trustees review the salaries of the staff regularly. Because of the ethos of the school and the way it operates, the major cost of staff salaries is considerably lower than in other schools. Thus, we can keep our fees lower while offering a higher staff to student ratio than would otherwise be the case. The staff and students are all part of a community living, working, and sharing together

As a charity we enjoy tax exemption status which means that we pay no tax on our deposit interest which is applied to the charity's purposes, and we can reclaim tax suffered on gift aid donations made to us. We also benefit from an 80% reduction in the rates on the buildings we occupy for charitable purposes. However, we are unable to reclaim VAT on purchases and expenses used for educational purposes and we pay taxes as an employer through the national insurance contributions we make.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2023

Reserves Policy and Financial Health

The Charity has a Reserve Policy and an Investment Policy which are reviewed on an annual basis by the Trustees to ensure continuing appropriateness. The Trustees have considered the relevant factors and risk facing the Charity when arriving at the Reserve Policy. The Charity's assets are sufficient to meet its obligations and are all held for use by the four departments in the Charity. The endowment fund, which was set up in the year, is one of the main parts of the Reserve Policy and approach for the Charity. The funds currently in unrestricted fund will be held considering the other financial objectives of the Charity. At least 10% of the charity's unrestricted reserves are kept in checking and/or short notice deposit which can be withdrawn with notice of not more than 30 days. This is sufficient to cover 3 months of charity's expenses.

As of 31 July 2023, the total funds of the Charity were £9,027,262 (2022: £8,109,216). Of these, £2,077,080 (2022: £2,244,517) are restricted funds, £536,027 (2022: £nil) are endowed funds, and £6,414,155 (2022: £5,864,699) are unrestricted funds. Of the unrestricted funds, £3,075,576 (2022: £3,104,591) is represented by tangible fixed assets, and £342,095 represented by net current liabilities (2022: £3,234,513 net current assets.) There are long-term liabilities and provisions of £87,545 (2022: £474,405). Following the creation of a new endowment fund in the year, the permanent endowment fund totals £536,027.

Investment policy

The Charity has an Investment Policy which is reviewed on an annual basis by the Trustees to ensure continuing appropriateness. The financial objective of the Charity is to at least maintain the real value of the assets whilst generating a stable and sustainable return. The investment objective is to generate a return of inflation plus 3% per annum over the long term, after expenses. This should allow the Charity to at least maintain the real value of the assets, whilst funding annual expenditure in the region of 3% per annum. The charity ensures that it has access to liquid investment assets in a short period of time to cover ongoing expenses should the ongoing income not meet the expenses or the unforeseen events impact the operation of charity. This amount would at least cover three months of the operating cost of the charity.

The Charity's assets are invested widely and diversified by asset class. The Charity assets are invested in line with its aims. The trustees do not wish to adopt an exclusionary policy, but individual investments may be excluded if perceived to conflict with the Foundation's purpose. The Charity currently uses a sustainable multi asset fund for its long-term investments which aims to have a positive impact on people and the planet by avoiding harm through social, environmental or ethical considerations.

During the year, the Charity appointed an investment management firm to manage the assets on a discretionary basis in line with the Charity's Investment Policy. At 31 July 2023, total investments were worth £5,175,937, of which £524,204 comprises a permanent endowment. The Charity follows the standard rules and any increase in the value of an investment is kept as permanent endowment and invested. £1,204,479 of the Charity's investment investments are held in cash or short-term deposits.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Krishnamurti Foundation Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association which were last altered in March 2013.

It is registered as a charity with the Charity Commission.

Each member agrees to contribute £1 in the event of the charity winding up.

Governing Body

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as the Governors. Under the requirements of the Memorandum and Articles of Association one third of them must retire at each Annual General Meeting.

The governing body consists of the persons mentioned on page 1.

In accordance with the Articles of Association, Mr G Primrose and Mr Alastair Herron retire by rotation and being eligible, offer them for re-election.

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FOR THE YEAR ENDED 31 JULY 2023

The Governors meet as a body on at least three occasions in each year, the duration of each meeting being about four days. In addition, there are various committees and working groups which meet more regularly throughout the year.

All Governors give their time voluntarily as Trustees.

Recruitment and Training of Governors/Trustees

In common with charities of a similar size, it is difficult to retain a full complement of governors covering the necessary range of skills and experience and with a keen interest in Krishnamurti's Teachings. The existing Governors seek new Governors through contacts with international committees and personal contacts. New Governors are mentored by more experienced Governors in the workings of the Charity and its procedures.

The two Safeguarding Liaison trustees regularly attend training on school regulatory and compliance matters and keep the other trustees informed and up to date with the latest updates to regulations. All the Trustees receive annual refresher safeguarding training including e-Safety.

Organisational Management

The Governors (Trustees) are legally responsible for the overall management and control of the four areas of the Charity. These are the main school (referred to as Brockwood Park School), the small school (referred to as Inwoods Small School), the Foundation (referred to as Krishnamurti Foundation Trust) and the adult Study Centre (referred to as The Krishnamurti Centre).

The Members of the Management Committees have day-to-day responsibility for the running of their respective areas and for implementing the policies set by the Governors. The School Management Committee has a day-to-day oversight and responsibility for running the School and the Centre and Foundation Management Committee has a day-to-day oversight and responsibility for running the Centre and Foundation.

Risk Management

The Governors are responsible for the identification and management of risks. The major risks to which the Trust is exposed, are identified by the Governors with the assistance and consultation of the Management Committees. These risks have been reviewed and systems and procedures established to manage those risks. Examination of the risks and establishment of controls to mitigate them is delegated to the Management Committees and the process is overseen by the Bursar on behalf of the governing body. The Risk Register is reviewed by the Trustees in each Trustee meeting. A review of the risk management processes is undertaken annually at the November Trustee meeting. They monitor the risk and take appropriate mitigating action when required.

The key controls used by the charity include:

- formal agendas for all Governor Meetings.
- formal minutes taken at all meetings.
- comprehensive strategic planning, budgeting, and management accounting.
- formal written policies.
- clear authorisation and approval levels.
- clear job descriptions of all staff.
- vetting procedures as required by law for the protection of the vulnerable.
- crisis management procedures.
- legal and specialist advice.

Included within these controls are considerations of price, credit, liquidity, and cash-flow risks.

Through the risk management processes established for the charity the Governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable, but not absolute, assurance that major risks have been adequately managed.

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Disclosure of information to the auditors

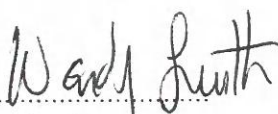
In so far as the Trustees are aware at the time of agreeing our Trustees' Annual Report:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees, having made enquiries of fellow Trustees and the Auditor, confirm that they have each taken all steps that they ought to have individually taken, to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

Auditor

Azets Audit Services were appointed as auditor to the charitable company and a resolution proposing that they be re-appointed will be put at a General Meeting.

The trustees' report, including the directors' report and strategic report, was approved by the Board of Trustees.


.....
Mrs W Smith
Date: 8/11/23

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2023

The trustees, who are also the directors of Krishnamurti Foundation Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Annual Report (including the Directors' Report and the Strategic Report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and 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 charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's websites. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Opinion

We have audited the financial statements of Krishnamurti Foundation Trust Limited (the 'charitable company') for the year ended 31 July 2023 which comprise the statement of financial activities, the summary of income and expenditure account, the balance sheet, the statement of cash flows and the 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report (incorporating the strategic report and directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with the applicable legal requirements

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts And Reports) Regulations 2008 require us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purpose 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which 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.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

A further description of our responsibilities is available on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.

This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, 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 trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

Jon Noble (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

8 November 2023
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Chartered Accountants
Statutory Auditor

Athenia House
10-14 Andover Road
Winchester
Hampshire
United Kingdom
SO23 7BS

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2023

Current financial year

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowed funds 2023 £	Total 2023 £	Total 2022 £
Income						
Donations and legacies	3	586,683	183,562	347,053	1,117,298	613,284
Investment income		81,852	-	1,332	83,184	3,713
Charitable activities	4	2,228,886	-	-	2,228,886	2,088,604
Total income		2,897,421	183,562	348,385	3,429,368	2,705,601
Expenditure on:						
<u>Raising funds</u>						
Investment management fees		3,567	-	-	3,567	-
<u>Charitable activities</u>						
Publicity		40,966	-	-	40,966	60,939
Royalties payable (including KFA)		22,243	-	-	22,243	32,198
Irrecoverable school fees and bad		3,842	-	-	3,842	-
Direct costs		930,285	95,744	-	1,026,029	915,106
Food and household costs		192,125	-	-	192,125	178,635
Archive costs		3,828	144	-	3,972	4,591
Premises costs		501,925	13,826	-	515,751	391,759
Support costs	6	421,272	6,792	-	428,064	426,234
Depreciation		175,178	64,894	-	240,072	222,976
Governance costs	6	54,206	-	-	54,206	79,672
Total charitable expenditure	5	2,345,870	181,400	-	2,527,270	2,312,110
Total resources expended		2,349,437	181,400	-	2,530,837	2,312,110
Net gains on investments	12	13,504	-	6,011	19,515	-
Net incoming resources before transfers		561,488	2,162	354,396	918,046	393,491
Gross transfers between funds	22/23	(12,032)	(169,599)	181,631	-	-
Net movement in funds		549,456	(167,437)	536,027	918,046	393,491
Fund balances at 1 August		5,864,699	2,244,517	-	8,109,216	7,715,725
Fund balances at 31 July		6,414,155	2,077,080	536,027	9,027,262	8,109,216

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

Prior financial year

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
Income from:					
Donations and legacies	3	449,606	163,678	613,284	1,075,957
Deposit account interest		3,713	-	3,713	4,617
Income from charitable activities	4	2,088,604	-	2,088,604	1,651,071
Total income		2,541,923	163,678	2,705,601	2,731,645
Expenditure on:					
<u>Charitable activities</u>					
Publicity		60,939	-	60,939	42,610
Royalties payable (including KFA)		32,198	-	32,198	31,641
Irrecoverable school fees and bad debts		-	-	-	36,566
Direct costs		882,010	33,096	915,106	789,222
Food and household costs		178,635	-	178,635	149,385
Archive costs		4,275	316	4,591	3,377
Premises costs		351,150	40,609	391,759	349,661
Support costs	6	420,641	5,593	426,234	330,255
Depreciation		158,082	64,894	222,976	204,344
Governance costs	6	79,672	-	79,672	48,063
Total charitable expenditure	5	2,167,602	144,508	2,312,110	1,985,124
Total resources expended		2,167,602	144,508	2,312,110	1,985,124
Net incoming resources before transfers		374,321	19,170	393,491	746,521
Gross transfers between funds	22/23	99,471	(99,471)	-	-
Net movement in funds		473,792	(80,301)	393,491	746,521
Fund balances at 1 August		5,390,907	2,324,818	7,715,725	6,969,204
Fund balances at 31 July		5,864,699	2,244,517	8,109,216	7,715,725

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED

SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2023

All income funds

	2023	2022
	£	£
Gross income	3,080,983	2,705,601
Gains/(losses) on investments	13,504	-
Total income in the reporting period	3,094,486	2,705,601
Total expenditure from income funds	(2,530,837)	(2,312,110)
Net income for the year	<u>563,649</u>	<u>393,491</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

BALANCE SHEET

FOR THE YEAR ENDED 31 JULY 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	10		4,223,868		4,317,676
Investments	11/12		5,175,937		100
			<u>9,399,805</u>		<u>4,317,776</u>
Current assets					
Stocks	13	33,772		33,664	
Debtors	14	342,871		125,750	
Investments	15	-		518,596	
Cash at bank and in hand		582,589		4,724,967	
			<u>959,232</u>	<u>5,402,977</u>	
Creditors: amounts falling due within one year	16	(1,244,230)		(1,137,132)	
Net current assets			<u>(284,998)</u>		<u>4,265,845</u>
Total assets less current liabilities			9,114,807		8,583,621
Creditors: amounts falling due after more than one year	18		-		(411,666)
Provisions for liabilities	19		(87,545)		(62,739)
Net assets			<u>9,027,262</u>		<u>8,109,216</u>
Endowed Funds	22				
Permanent Endowment		536,027		-	
Expendable Endowment		-		-	
			<u>536,027</u>		<u>-</u>
Income funds					
Restricted funds	22		2,077,080		2,244,517
Unrestricted funds:	23				
General unrestricted funds		3,740,104		3,459,381	
Designated unrestricted funds		2,674,051		2,405,318	
			<u>6,414,155</u>		<u>5,864,699</u>
			<u>9,027,262</u>		<u>8,109,216</u>

The financial statements were approved by the Trustees on 31/11/23

Mr. G. Primrose

Mr. G. Primrose

Trustee

Company Registration No. 1055588

Mrs. W. Smith

Mrs. W. Smith

Trustee

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	28	1,109,180		1,191,393	
Interest paid		(7,805)		(19,183)	
Net cash generated from operating activities			1,101,375		1,172,210
Investing activities					
Transfer from current asset investments to cash at bank		518,596		(1,998)	
Purchase of tangible fixed assets		(146,264)		(198,818)	
Proceeds from sale of tangible fixed assets		2,285		7,500	
Transfer from cash at bank to non-current investments		(5,100,000)		-	
Interest income		23,296		3,713	
Net cash used in investing activities			(4,702,087)		(189,603)
Financing activities					
Repayment of loan		(541,666)		(108,334)	
Net cash used in financing activities			(541,666)		(108,334)
Net increase / (decrease) in cash and cash equivalents			(4,142,378)		874,273
Cash and cash equivalents at beginning of year			4,724,967		3,850,694
Cash and cash equivalents at end of year			<u>582,589</u>		<u>4,724,967</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

Charity information

Krishnamurti Foundation Trust Limited is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Brockwood Park, Bramdean, Alresford, Hampshire, SO24 0LQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charitable company is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Preparation of consolidated financial statements

In the opinion of the trustees, the results of the subsidiary company are not material to the group. The charitable company has therefore taken advantage of the exemption provided by Companies Act 2006, Financial Reporting Standard 102 and the Charities SORP (FRS 102), not to prepare group accounts.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it, the amounts can be measured reliably, and it is probable that income will be received.

Income from general donations is recognised on receipt or once the charity has been notified of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income from school fees is recognised in the period to which they relate. School fees received before the year end relating to future periods are included as deferred income at the year end.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required, and the amount of the obligation can be measured reliably. Any irrecoverable element of VAT is included with the item of expense to which it relates. All direct and indirect costs are attributed to the areas to which they belong. All other costs are apportioned on a reasonable apportionment basis. Support costs and governance costs (note 6), which are charitable, relate to the stewardship of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2% straight line basis
Freehold land	Not depreciated
Motor Vehicles	25% straight line
Fixtures and fittings	15% straight line basis
Equipment	25% - 33.33% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, and highly liquid bank accounts. Cash held in deposit accounts with a maturity of more than 90 days held for investment purposes rather than to meet short-term cash commitments as they fall due are included in current asset investments.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

1.11 Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.13 Irrecoverable VAT

The charitable company is partially exempt for VAT on its expenses. All of this VAT is accumulated and charged to support costs.

1.14 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. The assets of the scheme are held separately from the charity.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

1.16 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

1.17 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in the statement of financial activities in the period in which it arises.

1.18 Fund accounting

Where funds are received for a specific purpose set out by the donor, or implied by the terms of appeal, these are shown as restricted income in the Statement of Financial Activities. Funds donated to be held as capital are shown as Endowment Funds. Expenditure for the purpose specified is applied against the income and any amount unexpended at the balance sheet date is shown within Restricted Funds.

General fund are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity, and which have not been designated for other purposes.

The Trustees, at their discretion, may set aside funds to cover specific future costs. Such funds are shown as designated funds within Unrestricted Funds. Where the Trustees decide such funds are no longer required for the purposes intended, they may be released by transfer to general Unrestricted Funds.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are relevant. Actual results may differ from these estimates.

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

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

- Depreciation
- Debt recoverability
- Legacy income recognition

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

3 Donations and legacies

	Unrestricted funds	Restricted funds	Endowed funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£	£
Donations and gifts	232,125	183,562	347,053	762,740	239,825	163,678	403,503
Legacies receivable	354,558	-	-	354,558	209,781	-	209,781
	<u>586,683</u>	<u>183,562</u>	<u>347,053</u>	<u>1,117,298</u>	<u>449,606</u>	<u>163,678</u>	<u>613,284</u>

Analysed by funds

	Unrestricted funds	Restricted funds	Endowed funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£	£
Donations and gifts							
Main School	39,699	175,977	-	215,676	48,718	155,577	204,295
Inwoods Small School	5,382	-	-	5,382	1,328	200	1,528
Foundation	145,099	7,585	347,053	499,737	139,156	7,901	147,057
Adult Study Centre	41,945	-	-	41,945	50,623	-	50,623
	<u>232,125</u>	<u>183,562</u>	<u>347,053</u>	<u>762,740</u>	<u>239,825</u>	<u>163,678</u>	<u>403,503</u>
Legacies receivable							
Main School	-	-	-	-	200,409	-	200,409
Foundation	354,558	-	-	354,558	9,372	-	9,372
	<u>354,558</u>	<u>-</u>	<u>-</u>	<u>354,558</u>	<u>209,781</u>	<u>-</u>	<u>209,781</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

4 Charitable activities income

	Note	Unrestricted funds 2023	Total 2023	Unrestricted funds 2022	Total 2022
		£	£	£	£
School fees		1,789,600	1,789,600	1,675,858	1,675,858
Board and lodging		226,702	226,702	169,068	169,068
Royalties		83,490	83,490	107,674	107,674
Trading activities		15,299	15,299	14,851	14,851
Recoveries from staff and students		61,678	61,678	60,418	60,418
Government grants	21	32,057	32,057	39,753	39,753
Other income		20,060	20,060	20,982	20,982
		<u>2,228,886</u>	<u>2,228,886</u>	<u>2,088,604</u>	<u>2,088,604</u>

Analysed by funds

	Unrestricted funds 2023	Total 2023	Unrestricted funds 2022	Total 2022
	£	£	£	£
Main School	1,766,056	1,766,056	1,695,782	1,695,782
Inwoods Small School	120,452	120,452	76,912	76,912
Foundation	98,889	98,889	125,702	125,702
Adult Study Centre	243,489	243,489	190,208	190,208
	<u>2,228,886</u>	<u>2,228,886</u>	<u>2,088,604</u>	<u>2,088,604</u>

5 Charitable activities expenditure analysed by funds

	Unrestricted funds 2023	Restricted funds 2023	Total 2023	Unrestricted funds 2022	Restricted funds 2022	Total 2022
	£	£	£	£	£	£
Main School	1,619,778	165,043	1,784,821	1,483,312	127,826	1,611,138
Inwoods Small School	128,534	-	128,534	104,116	2,102	106,218
Foundation	241,365	16,357	257,722	266,557	14,580	281,137
Adult Study Centre	356,193	-	356,193	313,617	-	313,617
	<u>2,345,870</u>	<u>181,400</u>	<u>2,527,270</u>	<u>2,167,602</u>	<u>144,508</u>	<u>2,312,110</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

6 Support and governance costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Staff costs	172,837	-	172,837	165,280	-	165,280
Communications	11,393	-	11,393	9,981	-	9,981
Travelling and motor	5,615	-	5,615	7,076	-	7,076
Insurance	44,330	-	44,330	32,552	-	32,552
Irrecoverable VAT	85,214	-	85,214	107,732	-	107,732
Stationery and office costs	69,179	-	69,179	56,117	-	56,117
Loan interest and bank	7,805	-	7,805	19,183	-	19,183
Other costs	31,691	-	31,691	28,313	-	28,313
Audit and accountancy	-	19,224	19,224	-	16,405	16,405
Legal and professional fees	-	34,982	34,982	-	63,267	63,267
	<u>428,064</u>	<u>54,206</u>	<u>482,270</u>	<u>426,234</u>	<u>79,672</u>	<u>505,906</u>

Where the allocation of costs is clearly identifiable, support costs are allocated to the funds to which they relate. Where the allocation between funds is not clearly identifiable (for example, accountancy fees), costs are allocated on a percentage basis.

7 Net movement in funds

	2023	2022
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the charitable company's auditor for the audit of the charitable company's financial statements	12,725	10,500
Depreciation of owned tangible fixed assets	240,072	222,975
Profit on disposal of tangible fixed assets	(2,258)	(6,964)
	<u>249,539</u>	<u>226,511</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration, or benefits from the charity during the year. Trustee travel and other support expenses totalling £2,923 (2022: £nil) are included within Other Support Costs.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

9 Employees

Number of employees

The average monthly number of full-time equivalent employees during the year was:

	2023	2022
	Number	Number
Teaching and support	41	45
Management and administration	12	9
	<u>53</u>	<u>54</u>

Employment costs

	2023	2022
	£	£
Wages and salaries	1,009,974	909,988
Social security costs	71,245	62,485
Other staff costs	22,293	17,060
Pension costs	18,338	16,007
	<u>1,121,850</u>	<u>1,005,540</u>

The average number of staff on a head count basis in the year was 58 (2022: 55).

The key management personnel of the charity comprise the trustees and the senior management team. The total employee benefits, comprising salary, pension contributions and related employers' national insurance contributions of the key management personnel of the charity were £103,485 (2022: £83,012).

There were no employees whose annual remuneration was £60,000 or more.

There were no termination payments made to employees during the year, nor are there any outstanding to be paid at the year end date.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

10 Tangible Assets

	Land and buildings £	Plant and machinery £	Total £
Cost			
At 1 August 2022	7,240,583	1,083,443	8,324,026
Additions	10,181	136,083	146,264
Disposals	-	(124,636)	(124,636)
At 31 July 2023	<u>7,250,764</u>	<u>1,094,890</u>	<u>8,345,654</u>
Depreciation and impairment			
At 1 August 2022	3,184,801	821,549	4,006,350
Depreciation charged in the year	143,944	96,128	240,072
Depreciation eliminated	-	(124,636)	(124,636)
At 31 July 2023	<u>3,328,745</u>	<u>793,041</u>	<u>4,121,786</u>
Carrying value			
At 31 July 2023	<u>3,922,019</u>	<u>301,849</u>	<u>4,223,868</u>
At 31 July 2022	<u>4,055,782</u>	<u>261,894</u>	<u>4,317,676</u>

The directors are of the opinion that the value of the Freehold Property is in excess of its book value based on the comments in a valuation carried out in the year.

11 Fixed asset investments

	2023 £	2022 £
Investments in subsidiaries	<u>100</u>	<u>100</u>

Details of the charity's subsidiaries at 31 July 2023 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	Indirect
Brockwood Park Estates Ltd	England & Wales	Development of building projects	Ordinary	100.00	-

The aggregate capital and reserves and the result for the year of the subsidiary excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Brockwood Park Estates Ltd	(72)	(1,099)

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

12 Investments

	2023	2022
	£	£
Listed	3,971,358	-
Cash and settlements pending held as part of the investment portfolio	1,204,479	-
	<u>5,175,837</u>	<u>-</u>
	£	£
Market value		
Brought forward	-	-
Additions at cost	5,100,000	-
Return on investment	59,889	-
Unrealised gains/ (losses)	19,515	-
Investment management fees	(3,567)	-
	<u>5,175,837</u>	<u>-</u>
Carried forward	<u>5,175,837</u>	<u>-</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

13 Stocks		2023	2022
		£	£
Stock for fuel		10,117	10,009
Goods for resale		23,655	23,655
		<u>33,772</u>	<u>33,664</u>
14 Debtors		2023	2022
		£	£
Amounts falling due within one year:			
School fees recoverable		21,721	32,583
Trade debtors		28,612	33,653
Amount owing from subsidiary		1,158	1,158
Other debtors		291,380	58,356
		<u>342,871</u>	<u>125,750</u>
15 Current asset investments		2023	2022
		£	£
Cash held in deposit accounts with maturity over 90 days		-	518,596
		<u>-</u>	<u>518,596</u>
16 Creditors: amounts falling due within one year		2023	2022
		£	£
Trade creditors		66,865	88,671
Taxes and social security		49,157	64,194
School fees in advance		947,314	710,597
Fee and textbook deposits		95,932	104,427
Other creditors and accruals		84,962	39,243
Coronavirus interruption loan		-	130,000
		<u>1,244,230</u>	<u>1,137,132</u>
17 Deferred income		2023	2022
		£	£
Deferred income is included in the financial statements as follows:			
Deferred income at 01 August 2022		710,597	573,021
Released from previous periods		(710,597)	(573,021)
Resources deferred income year		981,394	710,597
		<u>981,394</u>	<u>710,597</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

18 Creditors: amounts falling due after more than one year

	2023	2022
Coronavirus interruption loan	-	411,666

The CBIL loan was secured by a fixed and floating charge over the properties and undertakings of the charitable company. The loan was fully repaid in the year.

19 Provisions for liabilities and charges

	2023	2022
	£	£
<u>Provision for staff leaving</u>		
Balance at 1 August 2022	62,739	43,780
Used in the year	(4,193)	(19,898)
Charge for the year	28,999	38,857
Balance at 31 July 2023	<u>87,545</u>	<u>62,739</u>

The trustees have agreed that when a residential member of staff leaves with more than 3 years' service, they will be entitled to receive a lump sum equivalent to 5% of annual salary for each completed year, subject to a maximum service of 15 years.

20 Government grants

During the year the charity received government grants totalling £32,057 (2022: £39,753). This total related to furloughed staff of £nil (2022: £7,659), heat incentives £32,057 (2022: £31,094) and apprenticeship grant of £nil (2022: £1,000).

21 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £18,338 (2022: £16,007).

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

22 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2021			Movement in funds			Movement in funds			Balance at 31 July 2023		
	£	£	£	Incoming resources	Resources expended	Transfers	Balance at 1 August 2022	Incoming resources	Resources expended	Transfers	Balance at 31 July 2023	
<u>Restricted Funds</u>												
Main School General	42,992	6,000	(12,518)	-	-	-	36,474	26,656	(5,659)	(17,560)	39,911	
Main School Bursary Fund	-	27,853	-	(27,853)	-	-	-	17,752	-	(7,000)	10,752	
Music Fund	7,285	200	(2,102)	-	(64,894)	-	5,383	829	(3,651)	-	2,561	
Pavilions	1,278,079	-	(64,894)	-	(40,609)	-	1,213,185	-	(64,894)	-	1,148,291	
Infrastructure	40,602	-	(40,609)	7	-	-	-	-	-	-	-	
Small School Bursary Fund	425	-	-	(425)	-	-	-	-	-	-	-	
Foundation Archive	18,572	-	(5,737)	-	-	-	12,835	-	(5,818)	-	7,017	
Foundation Subtitling	8,726	-	(3,716)	-	-	-	5,010	-	(4,426)	-	584	
J K Online	35,462	7,900	(5,126)	-	-	-	38,236	7,585	(6,114)	-	39,707	
Alumni Bursary Fund	80,620	810	-	-	-	-	81,430	217	-	-	81,647	
Jean-Michel	151,676	120,915	(9,806)	(55,200)	-	-	207,585	130,523	(81,398)	(61,400)	195,310	
Elisabeth Fraser	649,480	-	-	(16,000)	-	-	633,480	-	(9,440)	(72,740)	551,300	
Muriel Gill	10,899	-	-	-	-	-	10,899	-	-	(10,899)	-	
	<u>2,324,818</u>	<u>163,678</u>	<u>(144,508)</u>	<u>(99,471)</u>	<u>(144,508)</u>	<u>(99,471)</u>	<u>2,244,517</u>	<u>183,562</u>	<u>(181,400)</u>	<u>(169,599)</u>	<u>2,077,080</u>	

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

22 (Restricted funds, continued)

	Balance at 1 August 2021		Movement in funds			Balance at 1 August 2022			Movement in funds			Balance at 31 July 2023		
	£	£	Incoming resources	Resources expended	Transfers	£	£	£	Incoming resources	Resources expended	Transfers	£	£	£
<u>Endowed Funds</u>														
Permanent Endowment	-	-	-	-	-	-	-	-	354,396	-	181,621	-	-	536,017
Expendable Endowment	-	-	-	-	-	-	-	-	-	-	10	-	10	-
	-	-	-	-	-	-	-	-	354,396	-	181,631	-	-	536,027
Total restricted and endowed funds	2,324,818	163,678	163,678	(144,508)	(99,471)	2,244,517	2,244,517	537,958	(181,400)	12,032	2,613,107	2,613,107	2,613,107	2,613,107

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

22 Restricted funds (continued)

A description of the nature and purpose of the restricted funds are shown below:

- Main School General - Smaller donations to be used for a specific/restricted purpose in BP School
- Main School Bursary - Donations to be used for bursary in BP School
- Main School Music - Donations to be used for music in BP School
- Main School Pavillions - Donations to be used for pavillions in BP School
- Main School Infrastructure - Donations to be used for upgrading the infrastructure of the Main School
- Small School Bursary - Donations to be used for bursary in Inwoods S School
- Foundation Archive Exchange - Donations to be used in the foundation for archive exchange between the three foundations
- Foundation Subtitling - Donations to be used for subtitling the videos of Krishnamurti
- J K Online - Donations to be used to pay for the cost of JKO website version 1
- Alumni Bursary Fund - 25% donations restricted to bursary for Alumni children and 75% restricted to bursary in BP School
- Jean-Michel Bursary and Teacher Recruitment - Donations to be used for bursaries and teacher recruitment (Brockwood and Inwoods).
- Elisabeth Fraser - Legacy to be used for bursaries and repairs to the school (Brockwood)
- Muriel Gill - Legacy to be used for financial support for those staying at the Krishnamurti Study Centre.
- Permanent Endowment - Donations to go to permanent endowment fund

Transfers between funds

Permanent Endowment

The transfer of £181,621 relates to the matching of donations received for the permanent endowment, and the initial transfer of funds on the commencement of this new endowment fund.

Expendable Endowment

The transfer of £10 relates to the initial transfer of funds on the commencement of this new endowment fund.

Main School General

The transfer of £17,560 relates to the transfer of donations held in the fund (retrospectively wished by the donor to be added to the endowment fund), and the purchase of equipment for the school.

Elisabeth Fraser

The transfer of £72,740 relates to school fees covered by bursaries from this fund, and repairs to the school.

Jean-Michel Bursary and Teacher Recruitment

The transfer of £61,400 relates to school fees covered by bursaries and sponsorships from this fund.

Main School Bursary

The transfer of £7,000 relates to school fees covered by sponsorship from this fund.

Muriel Gill

The transfer of £10,899 relates to financial support provided to adults staying at the Krishnamurti Study Centre.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

23 Unrestricted funds

The income funds of the charity include unrestricted funds comprising the following unexpended balances:

	Balance at 1 August 2021		Movement in funds		Balance at 1 August 2022		Movement in funds		Balance at 31 July 2023	
	£	£	£	£	£	£	£	£	£	£
Unrestricted General										
Foundation	680,655	129,352	(257,872)	42,099	594,234	216,444	(193,408)	-	-	617,270
Main school	2,286,126	1,730,412	(1,490,122)	97,275	2,623,691	1,789,496	(1,619,777)	136,166	26,433	2,926,2576
Study centre	112,935	243,977	(313,616)	-	43,296	286,464	(356,193)	-	-	-
Small school	223,909	78,367	(104,116)	-	198,160	126,632	(128,534)	-	-	196,258
Development	-	-	-	-	-	6,777	(49,537)	42,760	-	-
Total General	3,303,625	2,182,108	(2,165,726)	139,374	3,459,381	2,425,813	(2,347,449)	202,359	26,433	3,740,104
Designated										
Foundation	1,848,986	145,067	(1,876)	(39,903)	1,952,274	290,548	-	(39,646)	-	2,203,176
Brockwood Park Fund	232,577	214,748	-	-	447,325	17,831	-	-	-	465,156
Small School Fund	5,719	-	-	-	5,719	-	-	-	-	5,719
Development	-	-	-	-	-	176,733	(1,988)	(174,745)	-	-
Total Designated	2,087,282	359,815	(1,876)	(39,903)	2,405,318	485,112	(1,988)	(214,391)	(214,391)	2,674,051
Total Unrestricted	5,390,907	2,541,923	(2,167,602)	99,471	5,864,699	2,910,925	(2,349,437)	(12,032)	(12,032)	6,414,155

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

24 Analysis of net assets between funds

	Unrestricted funds		Restricted funds		Endowed funds		Total		Unrestricted funds		Restricted funds		Total	
	2023	£	2023	£	2023	£	2023	£	2022	£	2022	£	2022	£
Fund balances on 31 July 2023 are represented by:														
Tangible assets	3,075,576		1,148,292		-		4,223,868		3,104,591		1,213,185		4,317,776	
Non-current asset investments	3,768,219		871,691		519,171		5,159,081		-		-		-	
Net current assets	(342,095)		57,097		16,856		(268,142)		3,234,513		1,031,332		4,265,845	
Long term liabilities and provisions	(87,545)		-		-		(87,545)		(474,405)		-		(474,405)	
	<u>6,414,155</u>		<u>2,077,080</u>		<u>536,027</u>		<u>9,027,262</u>		<u>5,864,699</u>		<u>2,244,517</u>		<u>8,109,216</u>	

The unrestricted fund currently shows net current liabilities of £342,095 at the year end. However, this is due to significant cash exceeding £1m being transferred to the Cazenove investment funds in the year. As these funds are expected to remain in the Cazenove Fund for more than 12 months from the balance sheet date, they have been treated as Fixed Asset investments to comply with the Charity SORP. These funds are accessible with short notice and they could be transferred back as required.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

25 Contingent assets

There is inherent uncertainty in the probate valuation of estates as a result of the nature of underlying assets and liabilities, and the time that elapses between probate and closure of other contingencies that attend the estate. Legacies are recognised at the point of notification of grant of probate, when it can be measured or estimated with sufficient reliability.

At the year end, the charity was entitled to three legacies whose value could not be estimated with sufficient reliability to recognise in the year, in accordance with FRS 102 and the Charities' SORP. All three are expected to be received by the charity in the year to 31 July 2024.

26 Related party transactions

Similar foundations exist in other countries throughout the world including Spain, India and USA. These foundations have joined together to create a global website the costs of which are to be shared between them. The charity and the American foundation (KFA) have made a Joint Representation Agreement whereby all royalties receivable on books by the two organisations are shared equally between them and they will be jointly represented to all trade partners (publishers, literary agents, committees, online channels etc.) to avoid duplication of representation. The amount of royalties to be charged to KFA amounts to £41,993 (2022 - £42,565) and charged by KFA amounts to £25,663 (2022 - £29,527). The amount calculated as due from KFA amounts to £16,331 (2022 - £13,002) and due to KFA amounts to £nil (2022 - £nil).

Donations from Trustees to the charity for various purposes amount to £2,145 (2022 - £292) throughout the year.

27 Trustees' liability insurance

An insurance policy exists, as part of the Charity's normal insurance policy, indemnifying any insured individual for any wrongful act (as defined in the policy) in their capacity as a governor, principal, officer or employee.

28 Cash generated from operations	2023 £	2022 £
Surplus for the year	918,046	393,491
Elimination of non-operating cashflows:		
Investment income	(59,889)	-
Interest receivable	(23,295)	(3,713)
Financing costs	7,805	(19,183)
Investment management costs	3,567	-
Profit on disposal of tangible fixed assets	(2,258)	(7,372)
Adjustments for:		
Depreciation and impairment of tangible fixed assets	240,072	222,976
Increase/(decrease) in provision	24,806	18,959
Fair value movement on investments	(19,515)	-
Movements in working capital:		
(Increase) in stock	(108)	(1,029)
(Increase)/decrease in debtors	(217,121)	363,854
Increase in creditors due within one year (excluding loans)	237,097	185,044
Cash (absorbed by)/generated from operations	1,109,180	1,191,393

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2023

29 Analysis of changes in net debt

	1 August 2022	Cash flows	31 July 2023
	£	£	£
Cash at bank and in hand	4,724,967	(4,142,378)	582,589
Borrowings including Coronavirus interruption loan	(541,666)	541,666	-
	<u>4,183,301</u>	<u>(3,600,712)</u>	<u>582,589</u>

KRISHNAMURTI FOUNDATION TRUST LTD

England & Wales - Charity number 312865

Accounts

Charity Registration No. 312865 (England and Wales)

Company Registration No. 1055588 (England and Wales)

KRISHNAMURTI FOUNDATION TRUST LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2022

KRISHNAMURTI FOUNDATION TRUST LIMITED

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KRISHNAMURTI FOUNDATION TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms. G. A. Balleys – resigned 02 July 2022 Mr. D. A. Hook Mr. G. Primrose Mrs. W. Smith Mr. A. C Herron Ms. M Kuyper
Secretary	Mr. G. Primrose
Charity number (England and Wales)	312865
Company number	1055588
Registered office	Brockwood Park Bramdean Alesford Hampshire SO24 0LQ
Key personnel	Mr. A. Autor Member of School, Centre, and Foundation Management Committee Mr. T. Lehmann Co-Chair of School Management Committee Ms M. Masoumian Bursar and Co-Chair of School Management Committee Mr. B. Taylor Member of Centre and Foundation Management Committee Mr. R. Patel Member of Centre and Foundation Management Committee Mr. T. Power Member of School Management Committee Mrs. K. Power Member of School Management Committee
Solicitors	Veale Wasbrough Vizards LLP (VWV) With offices in London, Watford, Bristol and Birmingham Paris Smith 1 London Road Southampton SO15 2AE
Banker	NatWest Bank Plc Winchester Old Bank 105 High Street Winchester Hampshire SO23 9AH
Auditor	Azets Audit Services Athenia House 10-14 Andover Road Winchester Hampshire SO23 7BS
Websites	Main School www.brockwood.org.uk Small School www.inwoods.org.uk Foundation www.kfoundation.org.uk Centre www.krishnamurticentre.org.uk Global www.jkrishnamurti.org

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

The trustees present their report and financial statements for the year ended 31 July 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard, applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

OUR PURPOSES, ACTIVITIES, AIMS AND OBJECTIVES

Our Charity's purposes, as set out in the objects contained in the company's Memorandum of Association, are to advance the education of the public in philosophy, sociology, psychology, and comparative religion and to promote in those fields the study of the teachings of Jiddu Krishnamurti.

The Charity operates in four areas:

1. Brockwood Park School provides a general education for students aged 14 years and over.
2. Inwoods Small School also provides a general education, but for pupils up to the age of 11 years.
3. The Foundation maintains the archives of the works of Jiddu Krishnamurti and disseminates Krishnamurti's work via print and digital mediums.
4. The Krishnamurti Centre provides opportunities for the study of philosophy, sociology, comparative religion, and in particular the study of the Teachings of Krishnamurti, for adult members of the public.

Our Objectives

Our objectives are set to reflect the educational aims of our Schools, the preservation and dissemination of the works of Jiddu Krishnamurti and his many discussions with other philosophers, psychologists, social scientists, and religious figures by the Foundation and to provide a centre of quality to enable visitors to study these works and other comparative, religious and psychological works available in the library and discuss and explore them.

In setting our objectives and planning our activities, the Trustees have considered the Charity Commission's general guidance on public benefit and to its supplementary public benefit guidance on advancing education and on fee-charging.

Our key objectives for the year included:

- Continue with the next phases of the school management system.
- Continue with executing digital and social media initiatives related to the dissemination of the Teachings of Krishnamurti and promotion of activities of the charity.
- Create new podcasts for dissemination of Krishnamurti's Teachings.
- Finalise and implement a long-term operational and financial strategy strengthening the long-term outlook of the charity considering its intentions and objectives, taking into account the various uncertainties and risks.
- Continue to place the video and audios of Krishnamurti online to enable free access to both.
- Review and update our Parents' Contract, by-laws, data protection policies and procedures.
- Review and possibly adopt a new fee model and structure for both schools.
- Launch an endowment or reserve fund for the charity to ensure the long-term strength of the Trust.
- Automate procedures and processes in the Accounts Office.
- Review the residential staff salary and possibility of a pension and other welfare mechanisms, as part of the staff welfare and retention strategy of the Trust.
- Implement the outcome of the review of our existing immigration licensing arrangement with UKVI to ensure the best practice in this area.
- Sign new English book titles of the work of Krishnamurti with reputable publishers and publish translated versions in other countries and territories.
- Continue to improve the education of the students with a holistic approach.
- Continue to provide the Krishnamurti Centre as a venue of quality for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

Our Public Benefit

We wish to encourage all who wish to attend our schools to do so, irrespective of their financial means (see our Bursary Policy below). We believe that our schools and our students benefit from learning within a diverse community. Our school fees are set at the lowest level consistent with ensuring the financial stability of the schools and at a level consistent with providing the students with a high standard of academic and personal achievement (our fees are currently some £10,000 less than the average fees for independent secondary boarding schools in the UK). Even though we have a generous bursary fund available, in academic year 2021-2022 the bursary requests remained relatively static, equating to 5.45% of total school fees. This may reflect our very low fees, compared with other international boarding schools around the world, and the weaker pound.

A local kindergarten ('Wildflowers') currently uses part of our grounds (particularly some of the woodland) free of charge for activities with its children.

In the past the schools regularly held Open Days, which members of the local community were welcome to attend, but due to pandemic these were stopped, and virtual Open Days introduced. We are starting to have Open Days again this year.

The newsletter of the main school, The Brockwood Observer, containing articles written by staff, students and trustees and information about items of interest at the school, is sent out to many individuals and groups on our mailing list free of charge. The main school offers classical concerts organised and performed by award winning musicians free to the public. These were not held during the pandemic, but we are starting them again this year.

Many teachers and educators, not connected with the charity, visit the schools to view the unique educational approach on offer. Prior to the pandemic, a group of education students from Winchester University visited annually for a tour of the schools, plus discussion and activities. From time-to-time, the schools are approached by PhD and research students in education asking to come and visit.

More than 2,000 videos of Krishnamurti, meticulously subtitled in various languages, are available free of charge on our YouTube Channel: we are progressively releasing short video extracts and audios of Krishnamurti for free on our official YouTube channel and intend to continue to produce and make the remaining audios of Krishnamurti also available for free. We are making the transcripts of various talks of Krishnamurti available for free on our international website (jkrishnamurti.org). We have also created free access to the work of Krishnamurti on two new platforms, Podcast, and Instagram. We have conducted paid social media campaigns to bring to the public the Teachings of Krishnamurti free of charge. We have created elegantly designed booklets and made them available free to the public.

Our charges for staying at the Krishnamurti Centre are kept as low as possible to ensure that all who wish to attend can do so. If a guest cannot afford the full room-rate, we may make a discretionary reduction to the cost, or allow a guest to stay for free. For most of the year, the Centre is open to any visitor or day-guest, free of charge, who wishes to make use of the facilities (library, video-room, audio and video players) thereby encouraging people to visit regularly to study and research Krishnamurti's Teachings and other religious, psychological and spiritual works. We welcome many guests from the surrounding area for day visits, also at no cost to them. We offer a one-time discount for students and people who may not be able to afford the costs to enable them to visit and stay at the Centre. We sometimes accept volunteers when the need arises to offer them an opportunity to visit and stay at the Centre for free.

At the Krishnamurti Centre we have brochures, bulletins, and articles available for free, which give information about Krishnamurti's Teachings and the intentions of the Centre and which we send to anyone who contacts us and wishes to know more. We organise open dialogues for the public and for the parents of the junior school pupils, intended to help further the intentions, and we allow the use of the Centre library as the meeting place for these.

The Foundation sends out a bulletin giving information about meetings of national and international committees, local events, theme weekends at the Centre and articles based upon the Teachings. Copies of our most popular books are sent, free of charge, to individuals who cannot afford to purchase them.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

Bursaries and Financial Assistance

As stated above, the Trustees believe that it is important to make bursaries available to students from families who may not be able to pay all of the school fees. In assessing a family's means we take many factors into consideration, including family income, investments, savings, etc. However, we currently have no endowments and rely on the generosity of benefactors to offer any kind of bursary. We must ensure that a balance is struck between fee-paying parents and those benefiting from the bursaries.

Bursaries range from 7% to 80% remission of fees. Information about fee assistance through bursaries is provided to all who request it. The success of our bursary scheme is explained in our review of activities and achievements section of this report. In the current year the school has made available 5.45% of its fee income for bursaries.

The fees for the main school are paid annually and before the start of the term. However, we understand that some families need to budget carefully, therefore, we offer the facility to pay fees on a termly basis. In exceptional cases and upon request, as an additional way of financial aid, we agree on a payment-plan with the parents who need this assistance to be able to afford the fees

OUR STRATEGY

The Trustees are responsible for setting strategies for achieving the objectives determined for the areas of operation of each section of the Charity.

Key objectives and strategies

Our key objectives of the charity are listed below with strategies adopted to achieve those also displayed:

- Continue with the next phases of the school management system:
 - Identifying areas that could be automated.
 - Improving our online application portal.
 - Engaging suitable consultants to design a tailor-made product for the identified areas of need.
- Continue with executing digital and social media initiatives related to the dissemination of the Teachings of Krishnamurti and promotion of activities of the charity:
 - Identify areas of topical interest.
 - Select appropriate content and create appropriate design.
 - Use external consultants to verify our strategy and understanding.
 - A/B testing of various initiatives and deciding on the best campaign.
- Create new podcasts for dissemination of Krishnamurti's Teachings:
 - Adopting a new strategy for the creation of content.
 - Selection of material and an elegant design and identifying the platforms suitable to launch our podcasts.
- Finalise and implement a long-term operational and financial strategy strengthening the long-term outlook of the charity considering its intentions and objectives, considering the various uncertainties and risks:
 - Given the small size of our charity and uniqueness of its offering, and considering the changing dynamic in the operational, educational, and regulatory landscape surrounding the charity, the long-term direction of the trust has been explored considering all the changing elements and dynamics. We aim to strengthen the Trust to meet all the modern regulatory and compliance requirements and social dynamics, while continuing to deliver its unique offering based on the intentions and ethos of the charity.
 - With assistance of external advisors, we continue to explore and discuss the suitability of the charity's legal structure, establishing an endowment and by-laws.
 - Changes made to the main school's staffing requirement.
 - Changes to our volunteer programmes in the wake of Brexit.
 - Further exploration and planning for a change in the schools' fee structure.
 - Exploration and planning for an increase of salary for residential staff and the establishment of a pension for them.
- Continue to place the video and audios of Krishnamurti online to enable free access to both:
 - Continue to expand the content and reach of our official YouTube channel.
 - The expansion of a second YouTube channel dedicated to shorter extracts.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

- Providing access free of charge to the Teachings of Krishnamurti, on multiple platforms such as YouTube, via podcasts, various Websites, and social media channels.
- Review and update our Parents' Contract, by-laws, data protection policies and other policies:
 - An internal review of the parents' contract is in progress, but still not completed.
 - The by-laws will be reviewed by an external advisor and are due to be reviewed internally.
 - An internal review of data-protection policies and procedures in progress.
- Review and possibly adopt a new fee-model and structure for both schools:
 - A review and exploration of various models has been conducted and the outcome is ready to be decided upon.
- Launch an endowment or reserve fund for the charity ensuring the long-term strength of the trust:
 - Extensive discussion and exploration with external advisors have been conducted.
 - Suitable vehicle and structure have been decided and the plan is to be executed for the launch of endowment fund.
- Automate procedures and processes in the Accounts Office:
 - Internal review of this has been initiated.
- Review the residential staff salary and possibility of a pension and other welfare mechanisms, given the financial constraints within the Trust.
 - A review has been conducted and the outcome is to increase staff salaries over time and implement a pension scheme.
- Implement the outcome of the review of our existing immigration licensing arrangement with UKVI to ensure the best practice in this area:
 - The review was finalised with the assistance of our external advisors and the outcome is to be implemented in due course.
- Sign new English book titles of the work of Krishnamurti with reputable publishers and publish translated versions in other countries and territories:
 - Continue our positive relationship with our two main UK publishers and continue our worldwide effort of publishing Krishnamurti's books in various languages.
- Continue to improve the education of the students with a holistic approach and to provide the financial security to do so:
 - Ongoing review of our pastoral and academic offerings to ensure its quality.
- Continue to provide the Krishnamurti Centre as a venue of quality for visitors to be able to study the works of Krishnamurti and other classic philosophical and religious studies, in quiet and peaceful surroundings.

Achievement and performance

Despite of the impact of Covid and Brexit, both schools continue to see an increase in the number of applications and students. The charity managed to weather these two significant challenges while maintaining a strong financial position.

The charity continued strengthening the policies and practices across all aspects of Health and Safety and Compliance with various regulations.

Digital activities of the Foundation across all of its platforms have brought the Teachings of Krishnamurti to the attention of millions of people free of charge. New social media campaigns have reached millions of people and increased our social media engagement greatly. On our official YouTube channels, Krishnamurti talks are now viewed on average 1.8 million times per month. Thanks to carefully crafted social media activities, the use of a Google Ad Grant, and the recent redesign of our online platform (kfoundation.org), which now serves as an extensive repository of free curated content, the Foundation website now receives on average 35,000 visits per month. Our popular podcast 'Urgency of Change – The Krishnamurti Podcast' is now in its fourth season and has been downloaded over a million times.

The Foundation continues to work closely with two prominent publishers in the UK, Watkins, and Rider. These are currently our main English publishers of Krishnamurti teachings. We are working on publishing two new titles for the coming year, one with each of these publishers.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

Pupil Numbers, Visitors and Fees

The main School for the academic year 2021-22 had over 100 applicants for about 25 places available and finished the year with 70 students. The Small School for day students only, finished the year with 11 students; this school had to restart from scratch following its closure due to the pandemic and restructuring, however, this number has increased to 15 for this academic year.

We are maintaining the two-tier fee structure that was put in place for the small school and the main school. The small school lower tier was £6,836 and the higher tier was £ 7,718. The main school lower tier fee was £23,300 and the higher tier was £30,700.

The number of nights for which payment was received in the Centre decreased as we continued to feel the impact of the pandemic on the Centre.

Co-curricular Activities

In addition to a full programme of academic courses, AS/A-level and non-exam courses, the main school continues to offer a wide range of co-curricular activities: these range from pottery and woodwork, through gardening and bushcraft, to a range of music-related tuition and a good selection of sports. There is a lot of interest in the performing arts and two major concerts – or a concert and a play – are prepared each year. The school also organises a selection of trips for students during term-time to museums, galleries, theatres, and nature reserves. Over the years students have spent time at our sister schools in India to enhance their educational programmes. The main school continued to offer a workshop week with various workshops which students would not otherwise have access to.

Details of Bursary Awards – Policy into Practice

Bursaries and sponsorships awarded were approximately 5% of our total expected fee income and amounted to £91,336. This aided 13 of our students at the main school. In addition, 3 pupils at the small school were awarded bursaries.

The Trustees review the provision of bursaries annually and delegate the responsibility of offering bursaries to the Principal, Coordinator of Inwoods Small School, and the Bursar. The scheme widens access to the schools to people from all backgrounds and walks of life and allows suitable students, who would otherwise be unable to attend, to be part of the school community.

Environmental Incentives – Cutting our “Carbon Footprint”

Concern for the environment is at the heart of living together at Brockwood. Both schools are vegetarian and grow a proportion of their own food organically in their kitchen gardens. A central part of the high school curriculum is Human Ecology, addressing environmental issues both practically and academically and Nature Study is a central part of the Inwood's curriculum.

Day-to-day activities such as reusing, and recycling items have been standard practice for many years. Our buildings are now being upgraded with better insulation and more environmentally friendly heating systems. As part of our planned increase in the use of energy from renewable sources, we have invested in a wood-chip boiler to heat the Centre building. The recently constructed student and staff accommodation, the Pavilions, is heated by ground-source heat-pumps. We have recently installed solar panels onto the roof of one of our student and staff houses, the Cloisters.

The overall strategy towards net zero is progressing with more solar and battery storage planned.

Fundraising

The charity does not use professional fundraisers. Our approach to fundraising is light-touch and relies a lot on communicating clearly and directly with our donors about activities in the charity and areas of needs within the charity. We have a close relationship with our donors and organise events, activities, and communication strategies to keep them very well informed of what goes on at Brockwood. In our donor cultivation cycle we place little emphasis on requesting and a lot of emphasis on clear communication.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

Future Plans

The charity plans to continue to clarify and review its long-term objectives and vision and align the internal operations with these objectives and devise strategies to achieve these objectives and vision.

In light of the above, the charity intends to initiate the following:

- Revamping the Foundation's website and creating a unique site providing to the public free access to the work of Krishnamurti.
- Continue our digital and social media initiatives related to the dissemination of the Teachings of Krishnamurti and promotion of activities of the charity.
- Continue Creating new podcasts for dissemination of Krishnamurti's Teachings.
- Launching and fundraising for the endowment fund.
- Continue to place the video and audios of Krishnamurti online to enable free access to both.
- Possible adoption of a new fee model and structure for both schools.
- Automate procedures and processes in the Accounts Office.
- Review the residential staff salary and possibility of a pension and other welfare mechanisms, given the financial constraints within the Trust.
- Sign new English book titles of the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories.
- Continue to improve the education of the students with a holistic approach and provide the financial security to do so;
- Continue to provide the Krishnamurti Centre as a venue of quality for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings.
- Enhance the awareness of the Krishnamurti Centre and create new programmes to attract people to the Centre.

FINANCIAL REVIEW

In the year to 31 July 2022 the charity received less donations and legacies compared to the year before. School fee income increased because of partial closure in the prior year due to the pandemic

Our Finances

One of our risk management policies is to create a budget each year for the coming year with planned income and expenditure for the ensuing three years. Quarterly reports are created comparing the actual income and expenditure with the budgets and forecasting the result for the year based upon the actual items. The Trustees consider these and act if necessary.

Total income of the charity decreased from £2,731,645 to £2,705,601, due to a decrease in donations and legacies. This is mitigated by an increase in charitable activities income, due to being open for a full year post-pandemic. The amount of donations being received in the year was £403,503 (2021 - £508,932). Legacies amounted to £209,781 (2021 - £567,025). After deducting expenses, the Net Incoming Resources for the charity amounted to £393,491 (2021 - £746,521).

The Charity continued to benefit from royalties received from the publication of its books around the world, and from the surplus on the sale of books, video and audio tapes, CD-ROMs, and DVDs. The Charity publishes and distributes the Bulletins as a free service to all who wish to receive it. The Charity appealed for funds for various purposes, some specific and others general.

The Trustees review the salaries of the staff regularly. Because of the ethos of the school and the way it operates, the major cost of staff salaries is considerably lower than in other schools. Thus, we can keep our fees lower while offering a higher staff to student ratio than would otherwise be the case. The staff and students are all part of a community living, working, and sharing together

As a charity we enjoy tax exemption status which means that we pay no tax on our deposit interest which is applied to the charity's purposes, and we can reclaim tax suffered on gift aid donations made to us. We also benefit from an 80% reduction in the rates on the buildings we occupy for charitable purposes. However, we are unable to reclaim VAT on purchases and expenses used for educational purposes and we pay taxes as an employer through the national insurance contributions we make.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

Reserves and Financial Health

As of 31 July 2022, the total funds of the Charity were £8,109,216 (2021: £7,715,725). Of these, £2,244,517 (2021: £2,324,818) are restricted funds and £5,864,699 (2021: £5,390,907) are unrestricted funds. Of the unrestricted funds, £3,104,591 (2021: £3,063,983) is represented by tangible fixed assets and £3,234,513 (2021: 2,901,537) current assets and there is a long-term liabilities and provisions deficit of £474,405 (2021: 574,613).

The Charity's assets are sufficient to meet its obligations and are all held for use by the four areas within the Charity. The unrestricted funds are being held to finance projects and initiatives such as establishing an endowment fund, financial welfare and retention of residential staff and long-term maintenance needs.

The reserves policy of the Trust is reviewed on an annual basis by the Trustees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Krishnamurti Foundation Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association which were last altered in March 2013.

It is registered as a charity with the Charity Commission.

Each member agrees to contribute £1 in the event of the charity winding up.

Governing Body

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as the Governors. Under the requirements of the Memorandum and Articles of Association one third of them must retire at each Annual General Meeting.

The governing body consists of the persons mentioned on page 1.

In accordance with the Articles of Association, Mrs Wendy Smith and Mrs Marina Kuyper retire by rotation and being eligible, offer them for re-election.

The Governors meet as a body on at least three occasions in each year, the duration of each meeting being about four days. In addition, there are various committees and working groups which meet more regularly throughout the year. Each Governor has specific responsibilities for areas of operation within the Charity.

All Governors give their time voluntarily as Trustees but are now able to receive payment for special services and goods supplied to the charity by written agreement in accordance with the Memorandum of Association.

Recruitment and Training of Governors/Trustees

In common with charities of a similar size, it is difficult to retain a full complement of governors covering the necessary range of skills and experience and with a keen interest in Krishnamurti's Teachings. The existing Governors seek new Governors through contacts with international committees and personal contacts. New Governors are mentored by more experienced Governors in the workings of the Charity and its procedures.

The two Safeguarding Liaison trustees regularly attend training on school regulatory and compliance matters and keep the other trustees informed and up to date with the latest updates to regulations.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2022

Organisational Management

The Governors (Trustees) are legally responsible for the overall management and control of the four areas of the Charity. These are the main school (referred to as Brockwood Park School), the small school (referred to as Inwoods Small School), the Foundation (referred to as Krishnamurti Foundation Trust) and the adult Study Centre (referred to as The Krishnamurti Centre).

The Members of the Management Committees have day-to-day responsibility for the running of their respective areas and for implementing the policies set by the Governors. The School Management Committee has a day-to-day oversight and responsibility for running the School and the Centre and Foundation Management Committee has a day-to-day oversight and responsibility for running the Centre and Foundation.

Risk Management

The Governors are responsible for the identification and management of risks. The major risks to which the Trust is exposed, are identified by the Governors with the assistance and consultation of the Management Committees. These risks have been reviewed and systems and procedures established to manage those risks. Examination of the risks and establishment of controls to mitigate them is delegated to the Management Committees and the process is overseen by the Bursar on behalf of the governing body. The Risk Register is reviewed by the Trustees in each Trustee meeting. A review of the risk management processes is undertaken annually at the November Trustee meeting. They monitor the risk and take appropriate mitigating action when required.

The key controls used by the charity include:

- formal agendas for all Governor Meetings.
- formal minutes taken at all meetings.
- comprehensive strategic planning, budgeting, and management accounting.
- formal written policies.
- clear authorisation and approval levels.
- clear job descriptions of all staff.
- vetting procedures as required by law for the protection of the vulnerable.
- crisis management procedures.
- legal and specialist advice.

Included within these controls are considerations of price, credit, liquidity, and cash-flow risks.

Through the risk management processes established for the charity the Governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable, but not absolute, assurance that major risks have been adequately managed.

Disclosure of information to the auditors

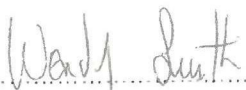
In so far as the Trustees are aware at the time of agreeing our Trustees' Annual Report:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees, having made enquiries of fellow Trustees and the Auditor, confirm that they have each taken all steps that they ought to have individually taken, to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

Auditor

Azets Audit Services were appointed as auditor to the charitable company and a resolution proposing that they be re-appointed will be put at a General Meeting.

The trustees' report, including the directors' report and strategic report, was approved by the Board of Trustees.



Mrs W Smith

Date: 2/11/2022

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2022

The trustees, who are also the directors of Krishnamurti Foundation Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Annual Report (including the Directors' Report and the Strategic Report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and 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 charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's websites. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Opinion

We have audited the financial statements of Krishnamurti Foundation Trust Limited (the 'charitable company') for the year ended 31 July 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report (incorporating the strategic report and directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with the applicable legal requirements

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts And Reports) Regulations 2008 require us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purpose 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

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

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

Extent to which 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.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.

This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, 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 trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services
Michael Tizard (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

23/11/22

Chartered Accountants
Statutory Auditor

Athenia House
10-14 Andover Road
Winchester
Hampshire
United Kingdom
SO23 7BS

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2022

Current financial year

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
Income from:					
Donations and legacies	3	449,606	163,678	613,284	1,075,957
Deposit account interest		3,713	-	3,713	4,617
Income from charitable activities	4	2,088,604	-	2,088,604	1,651,071
Total income		2,541,923	163,678	2,705,601	2,731,645
Expenditure on:					
<u>Charitable activities</u>					
Publicity		60,939	-	60,939	42,610
Royalties payable (including KFA)		32,198	-	32,198	31,641
Irrecoverable school fees and bad debts		-	-	-	36,566
Direct costs		882,010	33,096	915,106	789,222
Food and household costs		178,635	-	178,635	149,385
Archive costs		4,275	316	4,591	3,377
Premises costs		351,150	40,609	391,759	349,661
Support costs	6	420,641	5,593	426,234	330,255
Depreciation		158,082	64,894	222,976	204,344
Governance costs	6	79,672	-	79,672	48,063
Total charitable expenditure	5	2,167,602	144,508	2,312,110	1,985,124
Total resources expended		2,167,602	144,508	2,312,110	1,985,124
Net incoming resources before transfers		374,321	19,170	393,491	746,521
Gross transfers between funds	20	99,471	(99,471)	-	-
Net movement in funds		473,792	(80,301)	393,491	746,521
Fund balances at 1 August		5,390,907	2,324,818	7,715,725	6,969,204
Fund balances at 31 July		5,864,699	2,244,517	8,109,216	7,715,725

All income and expenditure derive from continuing activities.


KRISHNAMURTI FOUNDATION TRUST LIMITED

BALANCE SHEET

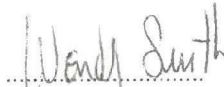
FOR THE YEAR ENDED 31 JULY 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	10		4,317,676		4,341,962
Investments	11		100		100
			<u>4,317,776</u>		<u>4,342,062</u>
Current assets					
Stocks	12	33,664		32,635	
Debtors	13	125,750		489,604	
Investments	14	518,596		516,598	
Cash at bank and in hand		4,724,967		3,850,694	
			<u>5,402,977</u>		<u>4,889,531</u>
Creditors: amounts falling due within one year	15	<u>(1,137,132)</u>		<u>(941,255)</u>	
Net current assets			<u>4,265,845</u>		<u>3,948,276</u>
Total assets less current liabilities			<u>8,583,621</u>		<u>8,290,338</u>
Creditors: amounts falling due after more than one year	16		(411,666)		(530,833)
Provisions for liabilities	17		(62,739)		(43,780)
Net assets			<u>8,109,216</u>		<u>7,715,725</u>
Income funds					
Restricted funds	20		2,244,517		2,324,818
Unrestricted funds					
General unrestricted funds	21	3,459,381		3,303,625	
Designated unrestricted funds	21	2,405,318		2,087,282	
			<u>5,864,699</u>		<u>5,390,907</u>
			<u>8,109,216</u>		<u>7,715,725</u>

The financial statements were approved by the Trustees on 2/11/22



Mr. G. Primrose
Trustee



Mrs. W. Smith
Trustee

Company Registration No. 1055588

KRISHNAMURTI FOUNDATION TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

Prior financial year

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:				
Donations and legacies	3	882,233	193,724	1,075,957
Deposit account interest		4,617	-	4,617
Income from charitable activities	4	1,651,071	-	1,651,071
Total income		<u>2,537,921</u>	<u>193,724</u>	<u>2,731,645</u>
Expenditure on:				
<u>Charitable activities</u>				
Publicity		42,610	-	42,610
Royalties payable (including KFA)		31,641	-	31,641
Irrecoverable school fees and bad debts		36,566	-	36,566
Direct cost		758,285	30,937	789,222
Food and household costs		149,385	-	149,385
Archive costs		3,377	-	3,377
Premises costs		327,464	22,197	349,661
Support costs	6	326,266	3,989	330,255
Depreciation		138,545	65,799	204,344
Governance costs	6	47,993	70	48,063
Total charitable expenditure	5	<u>1,862,132</u>	<u>122,992</u>	<u>1,985,124</u>
Total resources expended		<u>1,862,132</u>	<u>122,992</u>	<u>1,985,124</u>
Net incoming/(outgoing) resources before transfers		675,789	70,732	746,521
Gross transfers between funds	20	126,698	(126,698)	-
Net movement in funds		802,487	(55,966)	746,521
Fund balances at 1 August		4,588,420	2,380,784	6,969,204
Fund balances at 31 July		<u>5,390,907</u>	<u>2,324,818</u>	<u>7,715,725</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	25		1,175,923		780,580
Investing activities					
Increase in current asset investments		(1,998)		(4,220)	
Purchase of tangible fixed assets		(198,818)		(122,111)	
Proceeds from sale of tangible fixed assets		7,500		-	
Net cash used in investing activities			(193,316)		(126,331)
Financing activities					
Proceeds on new loan		-		650,000	
Repayment of loan		(108,334)		(30,000)	
Net cash used in financing activities			(108,334)		620,000
Net increase in cash and cash equivalents			874,273		1,274,249
Cash and cash equivalents at beginning of year			3,850,694		2,576,445
Cash and cash equivalents at end of year			4,724,967		3,850,694

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2022

1 Accounting policies

Charity information

Krishnamurti Foundation Trust Limited is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Brockwood Park, Bramdean, Alresford, Hampshire, SO24 0LQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charitable company is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Preparation of consolidated financial statements

In the opinion of the trustees, the results of the subsidiary company are not material to the group. The charitable company has therefore taken advantage of the exemption provided by Companies Act 2006, Financial Reporting Standard 102 and the Charities SORP (FRS 102), not to prepare group accounts.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside of the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it, the amounts can be measured reliably, and it is probable that income will be received.

Income from general donations is recognised on receipt or once the charity has been notified of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income from school fees is recognised in the period to which they relate. School fees received before the year end relating to future periods are included as deferred income at the year end.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

1 Accounting policies

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required, and the amount of the obligation can be measured reliably. Any irrecoverable element of VAT is included with the item of expense to which it relates. All direct and indirect costs are attributed to the areas to which they belong. All other costs are apportioned on a reasonable apportionment basis. Support costs and governance costs (note 6), which are charitable, relate to the stewardship of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2% straight line basis
Freehold land	Not depreciated
Motor Vehicles	25% straight line
Fixtures and fittings	15% straight line basis
Equipment	25% - 33.33% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, and highly liquid bank accounts. Cash held in deposit accounts with a maturity of more than 90 days held for investment purposes rather than to meet short-term cash commitments as they fall due are included in current asset investments.

1.10 Financial instruments

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

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

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

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

1 Accounting policies

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.12 Irrecoverable VAT

The charitable company is partially exempt for VAT on its expenses. All of this VAT is accumulated and charged to support costs.

1.13 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. The assets of the scheme are held separately from the charity.

1.15 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

1.15 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in the statement of financial activities in the period in which it arises.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are relevant. Actual results may differ from these estimates.

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

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

- Depreciation
- Debt recoverability

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

3 Donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and gifts	239,825	163,678	403,503	315,388	193,544	508,932
Legacies receivable	209,781	-	209,781	566,845	180	567,025
	<u>449,606</u>	<u>163,678</u>	<u>613,284</u>	<u>882,233</u>	<u>193,724</u>	<u>1,075,957</u>

Analysed by funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and gifts						
Main School	48,718	155,577	204,295	36,972	177,348	214,320
Inwoods Small School Foundation	1,328	200	1,528	1,350	425	1,775
Foundation	139,156	7,901	147,057	244,392	15,771	260,163
Adult Study Centre	50,623	-	50,623	32,674	-	32,674
	<u>239,825</u>	<u>163,678</u>	<u>403,503</u>	<u>315,388</u>	<u>193,544</u>	<u>508,932</u>
Legacies receivable						
Main School	200,409	-	200,409	189,376	180	189,556
Inwoods Small School Foundation	-	-	-	5,719	-	5,719
Foundation	9,372	-	9,372	371,750	-	371,750
Adult Study Centre	-	-	-	-	-	-
	<u>209,781</u>	<u>-</u>	<u>209,781</u>	<u>566,845</u>	<u>180</u>	<u>567,025</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

4 Charitable activities income

	Note	Unrestricted funds 2022 £	Total Unrestricted funds 2022 £	Unrestricted funds 2021 £	Total 2021 £
School fees		1,675,858	1,675,858	1,255,472	1,255,472
Board and lodging		169,068	169,068	51,195	51,195
Royalties		107,674	107,674	68,115	68,115
Trading activities		14,851	14,851	13,365	13,365
Recoveries from staff and students		60,418	60,418	63,612	63,612
Government grants	18	39,753	39,753	144,504	144,504
Other income		20,982	20,982	54,808	54,808
		<u>2,088,604</u>	<u>2,088,604</u>	<u>1,651,071</u>	<u>1,651,071</u>

Analysed by funds

	Unrestricted funds 2022 £	Total Unrestricted funds 2022 £	Unrestricted funds 2021 £	Total 2021 £
Main School	1,695,782	1,695,782	1,437,237	1,437,237
Inwoods Small School	76,912	76,912	27,382	27,382
Foundation	125,702	125,702	91,500	91,500
Adult Study Centre	190,208	190,208	94,952	94,952
	<u>2,088,604</u>	<u>2,088,604</u>	<u>1,651,071</u>	<u>1,651,071</u>

5 Charitable activities expenditure analysed by funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Main School	1,483,312	127,826	1,611,138	1,286,295	118,934	1,405,229
Inwoods Small School	104,116	2,102	106,218	74,469	-	74,469
Foundation	266,557	14,580	281,137	228,552	4,058	232,610
Adult Study Centre	313,617	-	313,617	272,816	-	272,816
	<u>2,167,602</u>	<u>144,508</u>	<u>2,312,110</u>	<u>1,862,132</u>	<u>122,992</u>	<u>1,985,124</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

6 Support and governance costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Staff costs	165,280	-	165,280	132,872	-	132,872
Communications	9,981	-	9,981	11,890	-	11,890
Travelling and motor	7,076	-	7,076	12,164	-	12,164
Insurance	32,552	-	32,552	31,795	-	31,795
Irrecoverable VAT	107,732	-	107,732	49,883	-	49,883
Stationery and office costs	56,117	-	56,117	60,921	-	60,921
Loan interest paid	19,183	-	19,183	11,038	-	11,038
Other costs	28,313	-	28,313	19,692	-	19,692
Audit and accountancy	-	16,405	16,405	-	9,583	9,583
Legal and professional fees	-	63,267	63,267	-	38,480	38,480
	<u>426,234</u>	<u>79,672</u>	<u>505,906</u>	<u>330,255</u>	<u>48,063</u>	<u>378,318</u>

7 Net movement in funds

	2022	2021
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the charitable company's auditor for the audit of the charitable company's financial statements	10,500	9,750
Depreciation of owned tangible fixed assets	222,975	204,344
Profit on disposal of tangible fixed assets	(6,964)	-
	<u>226,511</u>	<u>214,094</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration, benefits, or reimbursed travel expenses from the charity during the year.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

9 Employees

Number of employees

The average monthly number of full-time equivalent employees during the year was:

	2022	2021
	Number	Number
Teaching and support	45	45
Promotion and publicity	0	1
Management and administration	9	10
	<u>54</u>	<u>56</u>

Employment costs

	2022	2021
	£	£
Wages and salaries	909,988	804,763
Social security costs	62,485	41,515
Other staff costs	17,060	25,423
Pension costs	16,007	12,276
	<u>1,005,540</u>	<u>883,977</u>

The average number of staff on a head count basis in the year was 55 (2021: 57).

The key management personnel of the charity comprise the trustees and the senior management team. The total employee benefits, comprising salary, pension contributions and related employers' national insurance contributions of the key management personnel of the charity were £83,012 (2021: £75,680).

There were no employees whose annual remuneration was £60,000 or more.

There were no termination payments made to employees during the year, nor are there any outstanding to be paid at the year end date.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

10 Tangible Assets

	Land and buildings £	Plant and machinery £	Total £
Cost			
At 1 August 2021	7,198,813	950,277	8,149,090
Additions	41,770	157,048	198,818
Disposals		<u>(23,882)</u>	<u>(23,882)</u>
At 31 July 2022	<u>7,240,583</u>	<u>1,083,443</u>	<u>8,324,026</u>
Depreciation and impairment			
At 1 August 2021	3,041,635	765,493	3,807,128
Depreciation charged in the year	143,166	79,809	222,975
Depreciation eliminated		<u>(23,753)</u>	<u>(23,753)</u>
At 31 July 2022	<u>3,184,801</u>	<u>821,549</u>	<u>4,006,350</u>
Carrying value			
At 31 July 2022	<u>4,055,782</u>	<u>261,894</u>	<u>4,317,676</u>
At 31 July 2021	<u>4,157,178</u>	<u>184,784</u>	<u>4,341,962</u>

The directors are of the opinion that the value of the Freehold Property is in excess of its book value based on the comments in a valuation carried out several years ago. In the opinion of the directors the cost of having a professional revaluation outweighs its benefits.

11 Fixed asset investments

	2022 £	2021 £
Investments in subsidiaries	<u>100</u>	<u>100</u>

Details of the charity's subsidiaries at 31 July 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	Indirect
Brockwood Park Estates Ltd	England & Wales	Development of building projects	Ordinary	100.00	

The aggregate capital and reserves and the result for the year of the subsidiary excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Brockwood Park Estates Ltd	(72)	(1,027)

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

12 Stocks	2022	2021
	£	£
Stock for fuel	10,009	8,980
Goods for resale	23,655	23,655
	<u>33,664</u>	<u>32,635</u>
13 Debtors	2022	2021
	£	£
Amounts falling due within one year:		
School fees recoverable	32,583	39,291
Trade debtors	33,653	60,813
Amount owing from subsidiary	1,158	1,158
Other debtors	58,356	388,342
	<u>125,750</u>	<u>489,604</u>
14 Current asset investments	2022	2021
	£	£
Cash held in deposit accounts with maturity over 90 days	518,596	516,598
	<u>518,596</u>	<u>516,598</u>
15 Creditors: amounts falling due within one year	2022	2021
	£	£
Trade creditors	88,671	104,703
Taxes and social security	64,194	8,216
School fees in advance	710,597	573,021
Fee and textbook deposits	104,427	92,982
Other creditors and accruals	39,243	43,166
Coronavirus interruption loan	130,000	119,167
	<u>1,137,132</u>	<u>941,255</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

16	Creditors: amounts falling due after more than one year	2022	2021
	Coronavirus interruption loan	<u>411,666</u>	<u>530,833</u>

The CBIL loan is secured by a fixed and floating charge over the properties and undertakings of the charitable company.

17	Provisions for liabilities and charges	2022	2021
		£	£
	<u>Provision for staff leaving</u>		
	Balance at 1 August 2021	43,780	55,155
	Used in the year	(19,898)	(41,889)
	Charge for the year	<u>38,857</u>	<u>30,514</u>
	Balance at 31 July 2022	<u>62,739</u>	<u>43,780</u>

The trustees have agreed that when a residential member of staff leaves with more than 3 years' service, they will be entitled to receive a lump sum equivalent to 5% of annual salary for each completed year, subject to a maximum service of 15 years.

18 Government grants

During the year the charity received government grants totalling £39,753 (2021: £144,504). This total related to furloughed staff of £7,659 (2021: £132,724), loan interest of £nil (2021: £10,780), heat incentives £31,094 (2021: £nil) and apprenticeship grant of £1,000 (2021: £1,000).

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £16,007 (2021: £12,276).

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

20 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2020		Movement in funds		Balance at 1 August 2021		Movement in funds		Balance at 31 July 2022	
	£	£	£	£	£	£	£	£	£	£
Main School Bursary	-	18,887	-	(18,887)	-	27,853	-	(27,853)	-	-
Alumni Bursary Fund	80,426	194	-	-	80,620	810	-	-	-	81,430
Small School Bursary	-	425	-	-	425	-	-	(425)	-	-
Music Fund	6,742	543	-	-	7,285	200	(2,102)	-	-	5,383
J K Online	33,068	5,771	(3,377)	-	35,462	7,900	(5,126)	-	-	38,236
Archive Exchange	9,253	10,000	(681)	-	18,572	-	(5,737)	-	-	12,835
Pavilions	1,343,879	-	(65,800)	-	1,278,079	-	(64,894)	-	-	1,213,185
Infrastructure	40,602	-	-	-	40,602	-	(40,609)	7	-	-
Subtitles	8,726	-	-	-	8,726	-	(3,716)	-	-	5,010
Sundry main school	43,118	-	(126)	-	42,992	6,000	(12,518)	-	-	36,474
Jean-Michel	132,394	157,904	(30,811)	(107,811)	151,676	120,915	(9,806)	(55,200)	-	207,585
Elisabeth Fraser	671,677	-	(22,197)	-	649,480	-	-	(16,000)	-	633,480
Muriel Gill	10,899	-	-	-	10,899	-	-	-	-	10,899
	<u>2,380,784</u>	<u>193,724</u>	<u>(122,992)</u>	<u>(126,698)</u>	<u>2,324,818</u>	<u>163,678</u>	<u>(144,508)</u>	<u>(99,471)</u>		<u>2,244,517</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

20 Restricted funds (continued)

A description of the nature and purpose of the restricted funds are shown below:

Main School Bursary Fund – Donations to be used for Bursaries in the main school.
Alumni Bursary Fund – Donations to be used for Bursaries including for Alumni children.
Small School Bursary Fund – Donations to be used for Bursaries in the Inwoods Small School.
Music Fund – Donations to be used for Music in the main school.
J K Online – Donations to be used towards the development of the JKO website.
Archive exchange – Donations to be used for archive exchange between the three foundations.
Pavilions – Donations to be used for pavilions in the main school
Infrastructure – Donations to be used for upgrading the infrastructure of the main school.
Subtitles – Donations to be used for subtitling the videos of Krishnamurti.
Sundry main school – Other sundry donations received for specific purposes.
Jean-Michel – Donations to be used for bursaries and teacher recruitment.
Elisabeth Fraser – Legacy to be used for bursaries and repairs to the school.
Muriel Gill – Legacy to be used for financial support for those staying at the Krishnamurti Study Centre.

Transfers between funds

Main school bursary

The transfer of £27,853 relates to school fees covered by bursaries from this fund.

Small school bursary

The transfer of £425 relates to school fees covered by bursaries from this fund.

Infrastructure

Transfer of £7 from unrestricted funds to clear overspend.

Jean-Michel

The transfer of £55,200 relates to school fees covered by bursaries from this fund.

Elisabeth Fraser

The transfer of £16,000 relates to school fees covered by bursaries from this fund.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

21 Unrestricted funds

The income funds of the charity include unrestricted funds comprising the following unexpended balances:

	Balance at		Movement in funds		Transfers		Balance at		Movement in funds		Transfers		Balance at	
	1 August 2020	£	Incoming resources	Resources expended	£	£	31 July 2021	£	Incoming resources	Resources expended	£	£	31 July 2022	£
Unrestricted General														
Foundation	745,916		162,081	(227,342)	-	680,655	129,352	(257,872)	42,099	594,234				
Main school	1,786,494		1,664,029	(1,286,295)	121,898	2,286,126	1,730,412	(1,490,122)	97,275	2,623,691				
Study centre	257,927		127,824	(272,816)	-	112,935	243,977	(313,616)	-	43,296				
Small school	264,693		28,885	(74,469)	4,800	223,909	78,367	(104,116)	-	198,160				
Total General	3,055,030		1,982,819	(1,860,922)	126,698	3,303,625	2,182,108	(2,165,726)	139,374	3,459,381				
Designated														
Foundation	1,300,813		549,383	(1,210)	-	1,848,986	145,067	(1,876)	(39,903)	1,952,274				
Brockwood Park Fund	232,577		-	-	-	232,577	214,748	-	-	447,325				
Small School Fund	-		5,719	-	-	5,719	-	-	-	5,719				
Total Designated	1,533,390		555,102	(1,210)	-	2,087,282	359,815	(1,876)	(39,903)	2,405,318				
	4,588,420		2,537,921	(1,862,132)	126,698	5,390,907	2,541,923	(2,167,602)	99,471	5,864,699				

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2022

22 Analysis of net assets between funds

Fund balances on 31 July 2022 are represented by:

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Tangible assets	3,104,591	1,213,185	4,317,776	3,063,983	1,278,079	4,342,062
Net current assets	3,234,513	1,031,332	4,265,845	2,901,537	1,046,739	3,948,276
Long term liabilities and provisions	(474,405)	-	(474,405)	(574,613)	-	(574,613)
	<u>5,864,699</u>	<u>2,244,517</u>	<u>8,109,216</u>	<u>5,390,907</u>	<u>2,324,818</u>	<u>7,715,725</u>

The comparative figures have been restated to be a more accurate reflection of the use of tangible fixed assets by fund.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

23 Related party transactions

Similar foundations exist in other countries throughout the world including Spain, India and USA. These foundations have joined together to create a global website the costs of which are to be shared between them. The charity and the American foundation (KFA) have made a Joint Representation Agreement whereby all royalties receivable on books by the two organisations are shared equally between them and they will be jointly represented to all trade partners (publishers, literary agents, committees, online channels etc.) to avoid duplication of representation. The amount of royalties to be charged to KFA amounts to £42,565 (2021 - £23,819) and charged by KFA amounts to £29,527 (2021 - £32,904). The amount calculated as due from KFA amounts to £13,002 (2021 - £24,229) and due to KFA amounts to £nil (2021 - £32,300).

Donations from Trustees to the charity for various purposes amount to £292 (2021 - £289) throughout the year.

24 Trustees' liability insurance

An insurance policy exists, as part of the Charity's normal insurance policy, indemnifying any insured individual for any wrongful act (as defined in the policy) in their capacity as a governor, principal, officer or employee.

25 Cash generated from operations	2022 £	2021 £
Surplus for the year	393,491	746,521
Adjustments for:		
Depreciation and impairment of tangible fixed assets	222,976	204,344
Increase/(decrease) in provision	18,959	(11,375)
Profit on disposal of tangible fixed assets	(7,372)	
Movements in working capital:		
(Increase) in stock	(1,029)	(8,410)
(Increase)/decrease in debtors	363,854	(278,178)
Increase in creditors due within one year	185,044	127,678
Cash (absorbed by)/generated from operations	1,175,923	780,580

26 Analysis of changes in net debt

	1 August 2021 £	Cash flows £	31 July 2022 £
Cash at bank and in hand	3,850,694	874,273	4,724,967
Borrowings including Coronavirus interruption loan	(650,000)	108,334	(541,666)
	<u>3,200,694</u>	<u>982,607</u>	<u>4,183,301</u>

KRISHNAMURTI FOUNDATION TRUST LTD

England & Wales - Charity number 312865

Accounts

Charity Registration No. 312865 (England and Wales)

Company Registration No. 1055588 (England and Wales)

KRISHNAMURTI FOUNDATION TRUST LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021

KRISHNAMURTI FOUNDATION TRUST LIMITED

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KRISHNAMURTI FOUNDATION TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms. G. A. Balleys Mr. D. A. Hook Mr. G. Primrose Mrs. W. Smith Mr. A. C Herron Ms. M Kuyper
Secretary	Mr. G. Primrose
Charity number (England and Wales)	312865
Company number	1055588
Registered office	Brockwood Park Bramdean Alesford Hampshire SO24 0LQ
Professional advisors and key personnel	Mr. A. Autor Principal Ms M. Masoumian Bursar Mr. B. Taylor Development Mr. N. Shamim Foundation Mr. T. Lehmann Main School (Brockwood Park School) Mrs. K. Power Inwoods Small School
Solicitors	Veale Wasbrough Vizards LLP (VWV) With offices in London, Watford, Bristol, Birmingham Paris Smith 1 London Road Southampton SO15 2AE
Banker	NatWest Bank Plc Winchester Old Bank 105 High Street Winchester Hampshire SO23 9AH
Auditor	Azets Audit Services Athenia House 10-14 Andover Road Winchester Hampshire SO23 7BS
Websites	Main School www.brockwood.org.uk Small School www.inwoods.org.uk Foundation www.kfoundation.org.uk Centre www.krishnamurticentre.org.uk F.O.B www.friendsofbrockwood.org.uk Global www.jkrishnamurti.org

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2021

The trustees present their report and financial statements for the year ended 31 July 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

OUR PURPOSES, ACTIVITIES, AIMS AND OBJECTIVES

Our Charity's purposes, as set out in the objects contained in the company's Memorandum of Association, are to advance the education of the public in philosophy, sociology, psychology and comparative religion and in particular to promote in those fields the study of the teachings of Jiddu Krishnamurti.

The Charity operates in four areas:

1. Brockwood Park School provides a general education for students aged 14 years and over;
2. Inwoods Small School also provides a general education, but for students up to the age of 11 years;
3. The Foundation maintains the archives of the works of Jiddu Krishnamurti and disseminates Krishnamurti's work via print and digital mediums;
4. The Krishnamurti Centre provides opportunities for the study of philosophy, sociology, comparative religion, and in particular the study of the Teachings of Krishnamurti, for adult members of the public.

Our Objectives

Our objectives are set to reflect the educational aims of our Schools, the preservation and dissemination of the works of Jiddu Krishnamurti by the Foundation and to provide a Centre of quality to enable visitors to study these works.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

Our key objectives for the year included:

- Respond with agility to the risks posed by Covid;
- Ensure prudent financial management of the charity during the pandemic;
- Continue with the next phases of the school management system;
- Complete the revamping and design of a new website for the Centre and Inwoods and incorporate social media campaigns for promotion of various activities of the charity;
- Embark on new digital and social media initiatives related to the dissemination of the Teachings of Krishnamurti;
- Create new podcasts for the dissemination of Krishnamurti's Teachings;
- Finalise and implement a long-term operational and financial strategy strengthening the long term outlook of the charity in light of its intentions and objectives, taking into account the uncertainty and risks posed by Brexit, the pandemic and other new dynamics affecting various aspects of the charity;
- Implement and introduce clear objectives for setting up financial reserves for the long-term financial health of the charity;
- Continue to place the videos and audios of Krishnamurti online to enable free access to the public to his talks in audio and video format;
- Monitor developments with respect to Brexit as it is considered a major risk given the international nature of our main school and our charity;
- Explore the legal structure of the charity to make sure the existing one is the best considering all aspects;
- Initial review into the charity's by-laws to ensure it meets the modern requirement of the charity laws considering all implications for the work of the charity;
- Review the school's fee model to ensure it is aligned with the long-term financial requirements and health of the charity;
- Review the fundraising process and practice with the view of adopting a comprehensive policy in this area which meets the legal requirements;
- Appoint a full service specialised law firm with the focus on charity and education laws to strengthen the charity in respect of its legal and compliance obligations;

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2021

- Review of our existing immigration licensing arrangement with UKVI, to ensure best practice in this area;
- Training the relevant staff in the area of immigration law, given its impact on the charity in wake of Brexit;
- Review of our volunteer programme to create a more sustainable model in this area, given the visa restrictions following Brexit and adopting a more sustainable operational model which does not rely on volunteers;
- To sign new English book titles of the work of Krishnamurti with reputable publishers;
- To continue to improve the education of the students with an holistic approach and to provide the financial security to do so;
- To continue to provide the Krishnamurti Centre as a venue of quality for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings.

Our Ethos and Public Benefit

The Krishnamurti Foundation Trust is a registered charity and a company limited by guarantee. It operates two schools: a junior school for children up to the age of 11 and a senior school for students 14 years and over; a Foundation; and an adult Study Centre to benefit the public through its stated aims.

Our school fees are set at the lowest level consistent with ensuring the financial stability of the schools and at a level consistent with providing the students with a high standard of academic and personal achievement (our fees are currently some £10,000 less than the average fees for independent secondary boarding schools in the UK).

In excess of 2,000 videos of Krishnamurti, meticulously subtitled in various languages, are available free of charge on our YouTube Channel; we are progressively releasing short video extracts and audios of Krishnamurti for free on our official YouTube channel and intend to continue to produce and make the remaining audios of Krishnamurti also available for free. We are making the transcripts of various talks of Krishnamurti available for free on our international website (jkrishnamurti.org). We have upgraded the design and content of our bulletin and continue to make it available for free to all. We have also created free access to the work of Krishnamurti on two new platforms, Podcast and Instagram. We have conducted paid social media campaigns to bring to the public the Teachings of Krishnamurti free of charge.

Our charges for staying at the Krishnamurti Centre are kept as low as possible to ensure that all who wish to attend can do so. For most of the year, the Centre is open to any visitor or day guest free of charge, wishing to make use of our facilities (library, video-room, audio and video players) thereby encouraging people to visit regularly to study and research Krishnamurti's works and other comparative works. We welcome many guests from the surrounding area for day visits also at no cost to them.

Our schools welcome students from all backgrounds both nationally and internationally. To be accepted to the senior school a prospective student must and her or his parents have an initial interview with the Principal and the Recruitment and Admissions Coordinator. Depending on the outcome of that meeting, they will then have a meeting with one of the teachers and two or three students. Depending on the feedback of the meetings above, a decision on acceptance is then taken by the Principal. In some cases, the prospective student might be invited to stay for aone week as a prospective in the school. An individual's economic status, gender, sexual orientation, ethnicity, race, religion, or disability, do not form part of the assessment procedures.

Our schools are committed to safeguarding and promoting the welfare of our students and expect all staff and volunteers to share this commitment.

Early in 2015 Brockwood Park School and Inwoods Small School joined the Independent Schools Association, whose member schools fall under the Independent Schools Inspectorate, instead of Ofsted. The schools were inspected by ISI in March 2016 and March 2019 and their report is available on our website.

Whilst continuing to preserve the archives in the most modern and efficient manner, the Foundation disseminates information about the charity, and its three international sister-foundations in USA, India and Spain, through its free publications, and also sells books and other material to all who express an interest.

We are an equal opportunity organisation and are committed to maintaining a working environment free from any form of discrimination. Wherever possible we will make the necessary adjustments to meet the needs of staff or students who are, or become, disabled.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2021

Access Policy

It is important to us that access to the Teachings of Jiddu Krishnamurti is open to all.

In particular, we wish to encourage all who wish to attend our schools to do so, irrespective of their financial means (see our Bursary Policy below). We believe that our schools and our students benefit from learning within a diverse community. The schools begin the day with staff and students together sharing a period of quiet, as well as spending 30 minutes ensuring that the premises are clean and tidy. We also have Inquiry Time where the senior school gathers to discuss a serious topical issue together, and students and staff have a further class in which direct engagement with Krishnamurti's Teachings occur. Living together in a community offers shared experiences that enrich the education otherwise given.

Jointly with our three sister-foundations, we have set up the website www.jkrishnamurti.org which carries video and audio files of many of Krishnamurti's talks which are free to watch online.

Teaching Links and Sharing

Our staff visit schools and attend conferences to exchange information as to teaching approaches and the philosophy behind the works of Krishnamurti. A local kindergarten ('Wildflowers') currently uses part of our grounds, particularly some of the woodland, free of charge for activities with its children.

The Brockwood Observer, the newsletter of the senior school with information about items of interest at the School and articles written by staff, students and trustees, is sent out to many individuals and groups on our mailing list free of charge. The main school offers classical concerts organised and performed by award winning musicians free to the public. Currently due to the situation with Covid these concerts have stopped but we hope to resume them again when the situation returns to normal.

Many teachers and educators, unconnected with the charity, visit the schools to view the unique educational approach. For example, a group of education students from Winchester University visit annually for a tour of the schools, plus discussion and activities. From time to time, the schools are approached by PhD and research students in education asking to come and visit. Currently due to the situation with Covid these visits have stopped but we hope to resume them again when the situation returns to normal.

At the Krishnamurti Centre we have brochures, bulletins and articles available for free which give information about Krishnamurti's Teachings and the intentions of the Centre and which we send to anyone who contacts us and wishes to know more. We organise open dialogues intended to help further the intentions, for junior school parents and using the Centre library as the meeting place.

We make a charge for guests to stay overnight at the Centre, but the costs are deliberately kept low to encourage people from all walks of life to share our facilities. If a guest cannot afford the full room rate, we may make a discretionary reduction in the cost, or allow a guest to stay for free.

The Foundation sends out a bulletin giving information about meetings of national and international committees, local events, theme weekends at the Centre and articles based upon the Teachings. Copies of our most popular books are sent, free of charge, to individuals who cannot afford to purchase them. In addition, the videos and audios of Krishnamurti are made available free of charge on our official YouTube channel.

Bursary Policy

As stated above, the Trustees believe that it is important to make bursaries available to students from families who may not be in a position to pay all of the school fees. In assessing a family's means we take many factors into consideration, including family income, investments, savings, etc. However, we have no endowments and rely on the generosity of benefactors in order to offer any kind of bursary. With this in mind we must ensure that a balance is struck between fee-paying parents – many of whom make great personal sacrifices to meet the costs – and those benefiting from the bursaries.

Bursaries range from 7% to 80% remission of fees. Information about fee assistance through bursaries is provided to all who request it. The success of our bursary scheme is explained in our review of activities and achievements section of this report. In the current year the school has made available 12% of its fee income for bursaries.

Other Policies on Assistance

The fees for the main school are paid annually and before the start of the term. However, we understand that some families need to budget carefully and therefore we offer the facility to pay fees on a termly basis. In exceptional cases and upon request, as an additional way of financial aid, we agree on a payment plan with the parents who need this assistance in order to be able to afford the fees.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2021

Our Strategy and Policies

The Trustees are responsible for setting strategies for achieving the objectives determined for the particular areas of operation of each section of the Charity.

Our key objectives of the charity are listed below with strategies adopted to achieve those also displayed:

- Respond with agility to the risks posed by Covid:
 - Setting up online classes;
 - Training staff for the requirements of remote classes;
 - Appointment of a Covid Lead and training all staff about the restrictions;
 - Setting up a residential bubble to ensure pupils are Covid safe and do not have to wear masks or socially distance (the only school that we are aware of in UK who achieved this for its pupils);
 - Obtaining all the possible assistance offered by the government for our charity such as furlough, emergency loans, etc;
 - Setting up remote working for our non-residential staff.
- Prudent financial management of the charity during the period of lockdown:
 - Ensuring the operational needs of the charity are met while using the government furlough scheme;
 - Re-organising the work and distributing tasks and priorities so some staff hours could be put on the furlough scheme to navigate this uncertain period.
- Continue with the next phases of the school management system:
 - Identifying areas that could be automated;
 - Engaging suitable consultants to design a tailor made product for the areas identified with a need.
- Complete the revamping and design of a new website for the Centre and Inwoods Small School and incorporate social media campaigns for promotion of various activities of the charity:
 - Allocating required expertise to this area;
 - Setting up a group to create appropriate content and design;
 - Design and execute social media campaigns ready to be adopted.
- Embark on new digital and social media initiatives related to the dissemination of the Teachings of Krishnamurti:
 - Identify areas of interest;
 - Select appropriate content and create appropriate design;
 - Use of external consultants to verify our strategy and understanding;
 - A/B testing of various initiatives and deciding on the best campaign.
- Create new podcasts for dissemination of Krishnamurti's Teachings:
 - Adopting a new strategy for the creation of content;
 - Selection of material and an elegant design plus identifying suitable platforms on which to launch the podcasts.
- Explore a long-term operational and financial strategy strengthening the long term outlook of the charity in light of its intentions and objectives, while taking into account various uncertainties and risks:
 - Given the small size of our charity and uniqueness of its offering, and considering the changing dynamic in the operational, educational and regulatory landscape surrounding the charity, it is considered prudent to explore the long term direction of the Trust taking into account all the changing elements and dynamics. The intention is to strengthen the Trust to meet all the modern regulatory and compliance requirements while continuing to deliver its unique offering, based on the intentions and ethos of the charity;
 - Various aspects of the charity were looked at with the help of our solicitors and financial advisor e.g. our legal structure, establishing an endowment and our by-laws;
 - Closer attention was given to the main school set-up and staffing requirements;
 - Closer attention was given to the use of volunteers, in the wake of Brexit;
 - Plans were initiated for a change in the schools' fee structure;
 - Plans were initiated to consider an increase of salary for residential staff and the set up of a pension for them.

KRISHNAMURTI FOUNDATION TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2021

- Implement and introduce clear objectives for setting up financial reserves for the long-term financial health of the charity:
 - Exploring various reserve structures and endowments and their implications for the Trust;
 - Pending a decision, attracting seed money from a donor to start the endowment.
 - Continue to place the video and audios of Krishnamurti online to enable free access to the public to his talks in these formats:
 - Continue to expand the content and reach of our official YouTube channel;
 - Creation of another YouTube channel dedicated to shorter extracts;
 - Provision of access, free of charge, to the Teachings of Krishnamurti on multiple platforms such as YouTube, Podcasts, Various Websites and social media channels.
 - Monitor developments with respect to Brexit, as it is considered a major risk given the international nature of our main school and our charity:
 - Training relevant staff regarding immigration rules to ensure the changes in visas do not affect the Trust negatively;
 - Use of new legal advisors for immigration issues to obtain high quality advice;
 - Exploring a change in the nature of our immigration license in order to meet the changes in this area as a result of Brexit;
 - Changes in the operational model of the charity, to reduce the staff and volunteer turn-over, given the difficulty of obtaining visas for certain occupations.
 - Explore the legal structure of the charity to make sure the existing structure is the best possible:
 - Hiring a specialised law firm to obtain high quality advice;
 - Exploring a different set-up of the charity to organise its various offerings taking into account legal, financial and operational implications;
 - Deciding on the appropriate set-up given the internal and external requirements of the Trust.
 - Initiate review into the charity's by-laws to ensure they meet the modern requirements of charity law considering all the implications for the work of the charity:
 - Obtaining quality advice from specialised law firm;
 - Exploring the existing by-laws and deciding what changes may be required given the modern requirements of the wider legal and operational landscape.
 - Review the school's fee model to ensure it is aligned with the long-term financial requirements and health of the charity:
 - Research other schools' fees models in the UK and around the world;
 - Come up with various models and fee levels to see which may be most suitable for our charity.
 - Review the fundraising process and practice with the view to adopting a comprehensive policy in this area meeting the legal requirements:
 - Adopting a comprehensive fundraising policy with assistance of a specialised lawyer;
 - Reviewing privacy and data protection policies to see what their impact is on the fundraising activities of the Trust.
 - Appointing a full service specialised law firm to focus on charity and education laws in order to strengthen the charity with respect to its legal and compliance obligations:
 - Selecting VVV as a suitable firm given the depth and breadth of their expertise in the areas of charity law and education, and partner level contribution and advice.
 - Review of our existing immigration licensing arrangement with UKVI to ensure the best practice in this area:
 - Review of our possible options when it comes to sponsoring overseas volunteers and workers, given the international nature of our organisation and restrictions arising from Brexit;
 - Possible restructuring of our immigration licenses to mitigate risks and enhance possibilities of recruitment in all areas of the charity.
 - Training the relevant staff in the area of immigration law given its impact on the charity in wake of Brexit:
 - Organising training in the area of immigration law given the extensive change in this area happening as a result of Brexit and its impact on the operation of the Trust.
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- Review our volunteer programme to create a more sustainable model given the visa restrictions following Brexit and adopting a more sustainable operational model which does not rely on volunteers:
 - Review of the use of volunteers and the intentions behind this programme;
 - Re-organising various areas to rely less on volunteers, given new restrictions regarding EU volunteers as a result of Brexit.
- Signing new English book titles of the work of Krishnamurti with reputable publishers:
 - Managing to publish two separate titles with Watkins and Rider and positive engagement with these publishers to continue to publish Krishnamurti's books.
 - To build on improvements in the charity with respect to compliance and health and safety by implementing and strengthening relevant procedures and processes:
 - Ongoing internal and external training to make sure relevant staff are informed of latest changes in this area;
 - Engaging outside advisors to do an audit of different areas to ensure all the required processes and procedures are in place.
- To continue to improve the education of the students with an holistic approach:
 - To recruit suitable and skilled staff for various areas;
 - Strengthening the provision of various classes by incorporating the feedback received in the last academic year;
 - Meetings among various teachers to plan and design creative courses with innovative content and delivery.
- To continue to make freely available all the audios and videos of Krishnamurti, with subtitles in different languages, on our official YouTube Channel:
 - Recruitment of new volunteers to assist with subtitling of videos;
 - Continuing to produce new subtitles and make them available online;
 - Refining and ordering various playlists on our official Youtube Channel;
 - Creating and producing new audios and videos to place them on our official channel.
- To continue to provide the Krishnamurti Centre as a venue of quality for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings:
 - Providing more staffing for the Centre to improve the quality of service;
 - Reviewing the work processes to improve the quality and consistency of the offering;
 - Strengthening the kitchen to provide a consistently high quality food;
 - Particular emphasis and attention to various maintenance needs of the Centre;
 - Having in-house training to improve the provision of our service;
 - Reviewing and updating the existing policies at the Centre to improve the quality of service.

Achievement and Performance

Both schools saw an increase in the number of applications and students. In the schools there was an increased emphasis on the quality of pastoral care and there were many meetings and events organised addressing this important aspect of school life. Due to restrictions and issues caused by the pandemic, some international students decided not to travel to UK and attend our school in the new academic year. Some students also withdrew and returned home during the academic year.

Following the outbreak of the pandemic and lockdown, and further to the advice from the UK Government on 4 January 2021 and the Boarding Schools Associations (BSA), the students from the main school were advised not to return after the winter break. The school quickly moved to online/distant learning and was able to support students and continue providing education as well as hosting different pastoral forums and other school events online. The students returned to the school on 8 March 2021 following the Government advice for the schools to reopen.

The Charity closed the Centre following the Government advice regarding the hospitality sector.

So far, the Charity has taken advantage of the following business support measures that have been made available by the government: Job Retention Scheme, Coronavirus Statutory Sick Pay Rebate Scheme and Coronavirus Business Interruption Loan Scheme.

The charity as a whole responded adequately to this new challenge and managed to quickly take appropriate decisions to financially safeguard the place while protecting the safety of its employees and pupils.

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The charity continued strengthening the policies and practices across all aspects of Health and Safety and Compliance with various regulations.

Digital activities of the Foundation across all of its platforms have brought the Teachings of Krishnamurti to the attention of millions of people. New social media campaigns have reached millions of people and increased our social media engagement greatly. On our official YouTube channel Krishnamurti talks are now viewed on average 1.6 million times per month. Due to various social media activities and the creation of new content for our website, as well as the use of a GoogleAd grant, our Foundation website now receives on average more than 40,000 visits per month, as opposed to a few hundred per month prior to the launch of the new site. Krishnamurti is now listened to via podcasts and has had more than 500,000 downloads, just months after launching this project.

The Centre website was revamped and launched and we plan to promote its activities via social media campaigns.

In the area of print publication, the new English title published by Watkins "Happy is the One Who is Nothing" had a very positive reception. Rider also published a new title "What Are You Looking For?" on the back of success with an earlier title "What Are You Doing With Your Life?". Across the world the books continue to be licensed, translated and published in a variety of languages and territories.

Pupil Numbers, Visitors and Fees

The main School for the academic year 2020-21 was able to fill 62 of the 75 available student places. The Small School for day students only, finished the year with 4 students; this school had to restart from scratch following its closure due to the pandemic, however, this number has increased to 11 for this academic year.

We are maintaining the two-tier fee structure that was put in place for the small school and the main school. The lower tier fees for full-time attendance were increased to £6,836 and the higher tier to £ 7,718. The main school lower tier fees were £22,550 and the higher tier at £29,900.

The number of nights for which payment was received in the Centre were decreased due to the closure of the Centre due to the pandemic.

Co-curricular Activities

In addition to a full programme of academic courses, AS/A-level and non-exam courses, the main school continues to offer a wide range of co-curricular activities: these range from pottery and woodwork, through gardening and bush-craft, to a range of music-related tuition and a good selection of sports. There is a lot of interest in the performing arts and two major concerts – or a concert and a play – are prepared each year and performed publicly. The School also organises a selection of trips for students during term-time to museums, galleries, theatres and nature reserves. Over the years students have spent time at our sister schools in India to enhance their educational programmes. The main school continued to offer most of the co-curricular classes online following the students' departure due to Covid-19.

Details of Bursary Awards – Policy into Practice

Bursaries and sponsorships awarded were approximately 12% of our total expected fee income and amounted to £159,157. This provided assistance to 21 of our students at the main school. In addition, one child at the small school was awarded bursary.

The Trustees review the provision of bursaries annually and delegate the responsibility of the offer of bursaries to the Principal, Coordinator of Inwoods Small School and Bursar. The scheme widens access to the schools to people from all backgrounds and walks of life and allows suitable students, who would otherwise be unable to attend, to be part of the school community.

Teaching Links

Krishnamurti also founded six schools in India and one in the USA, which are the responsibility of sister foundations in those countries. The schools at Brockwood have on-going contact with all of these centres of learning. We would normally undertake staff/teacher exchange programmes and attend educational conferences with these sister foundations, however due to Covid this has not been possible this year.

From time-to-time conferences or workshops are organised at Brockwood for teachers from mainstream schools and teachers often visit as day guests to learn more about the educational approach of the school. As above, these normal interactions have not been possible this year.

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Environmental Incentives – Cutting our “Carbon Footprint”

Concern for the environment is at the heart of living together at Brockwood. Both schools are vegetarian and grow a proportion of their own food organically in their kitchen gardens. A central part of the high school curriculum is Human Ecology, addressing environmental issues both practically and academically and Nature Study is a central part of the Inwood's curriculum.

Day-to-day activities such as re-using and re-cycling items have been standard practice for many years. Our buildings are now being upgraded with better insulation and more environmentally friendly heating systems. As part of our increased use of energy from renewable sources we have invested in a wood-chip boiler to heat the Centre building. The recently constructed student and staff accommodation, the Pavilions, is heated by a ground-source heat-pump. We have recently installed solar panels in one of our student and staff accommodation, Cloisters.

Community Access

The schools regularly hold Open Days, which members of the local community are welcome to attend. Children and staff of the local Wildflowers Kindergarten – which is not a part of the Krishnamurti Foundation Trust – have been granted access to the grounds at Brockwood on a daily basis. The Centre is open to day-guests free of charge to study the teachings and spend time in this beautiful space. The main school organises classical music concerts, free of charge and open to the public. Performers are professional, often award-winning, musicians.

During the Covid-19 outbreak, residential staff reached out to surrounding neighbours to offer support with errands and supplies that may be needed during isolation, and have received kindness and gratitude in return. The surplus from the large Brockwood vegetable garden, which is due to the absence of students, some staff and Centre guests, has been offered free to neighbouring communities.

Fundraising

The charity does not use professional fundraisers. Our approach to fundraising is light-touch and relies a lot on communicating clearly and directly with our donors about activities in the charity and areas of needs within the charity. We have a close relationship with our donors and organise events, activities and communication strategies to keep them very well informed of what goes on here at Brockwood. In our donor cultivation cycle we place little emphasis on requesting and a lot of emphasis on building relationships. To ensure compliance with various regulations and laws impacting the fundraising activities and donations, the Charity decided to adopt a comprehensive policy in this regard with assistance of its legal advisor, VWV.

FINANCIAL REVIEW

In the year to 31 July 2021 the charity received less donations and legacies compared to the year before. School fee income decreased as a result of partial closure in the year because of the pandemic.

Our Finances

One of our risk management policies is to create a budget each year for the coming year with planned income and expenditure for the ensuing three years. Quarterly reports are created comparing the actual income and expenditure with the budgets and forecasting the result for the year based upon the actual items. The Trustees consider these and take action if and when necessary.

Total income of the charity decreased from £3,329,369 to £2,731,645, due to a decrease in donations and legacies and reduced school fees from the school closure. The amount of donations being received in the year was £508,932 (2020 - £476,567). Legacies amounted to £567,025 (2020 - £983,227). After deducting expenses, the Net Incoming Resources for the charity amounted to £746,521 (2020 - £1,080,329).

The Charity continued to benefit from royalties received from the publications of its books around the world, and from the surplus on the sale of books, video and audio tapes, CD-ROMs and DVDs. The Charity publishes and distributes the Bulletins as a free service to all who wish to receive it. The Charity appealed for funds for various purposes, some specific and others general.

The Trustees review the salaries of the staff regularly. Because of the way the school operates and its ethos, this major cost is considerably lower than staff in other schools. Thus we are able to keep our fees lower and while offering a higher staff to student ratio than would otherwise be the case. The staff and students are all part of a community living, working and sharing together.

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As a charity we enjoy tax exemption status which means that we pay no tax on our deposit interest which is applied to the charity's purposes, and we can reclaim tax suffered on gift aid donations made to us. We also benefit from an 80% reduction in the rates on the buildings we occupy for charitable purposes. However, we are unable to reclaim VAT on purchases and expenses used for educational purposes and we pay taxes as an employer through the national insurance contributions we make.

Employer staff pension fund contributions for the year amounted to £12,276.

Reserves and Financial Health

As can be seen from the balance sheet, the charity has £3,948,276 (2020 - £2,600,064) in net current assets. This will be used as working capital whilst the Charity rebuilds its reserves. Total funds held at the year end were £7,715,725, of which £2,087,282 were held in designated funds, £2,324,818 held in restricted funds, leaving a balance of £3,303,625 in general unrestricted reserves.

Future Plans

The charity plans to continue to clarify and review its long term objectives and vision and align the internal operations with these objectives and devise strategies to achieve these objectives and vision.

In light of the above, the charity intends to initiate the following:

- Continue with the next phases of the school management system;
- Embark on new digital and social media initiatives related to the dissemination of the Teachings of Krishnamurti and promotion of activities of the charity;
- Create new podcasts for dissemination of Krishnamurti's Teachings;
- Finalise and implement a long-term operational and financial strategy strengthening the long term outlook of the charity in light of its intentions and objectives, taking into account the various uncertainties and risks;
- Continue to place the video and audios of Krishnamurti online to enable free access to both;
- Review and update our Parents' Contract, By-laws, data protection policies and other policies;
- Review and possibly adopt a new fee model and structure for both schools;
- Launch an endowment or reserve fund for the charity ensuring the long term strength of the trust;
- Automate procedures and processes in the Accounts Office;
- Review the residential staff salary and possibility of a pension and other welfare mechanisms given the financial constraints within the trust;
- Implement the outcome of the review of our existing immigration licensing arrangement with UKVI to ensure the best practice in this area;
- Sign new English book titles of the work of Krishnamurti with reputable publishers and also publish translated versions in other countries and territories;
- Continue to strengthen the charity with respect to compliance and health and safety by implementing and strengthening relevant procedures and processes;
- Continue to improve the education of the students with an holistic approach and to provide the financial security to do so;
- Continue to provide the Krishnamurti Centre as a venue of quality for visitors to be able to study the works of Krishnamurti and other like-minded people, in quiet and peaceful surroundings.

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STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Krishnamurti Foundation Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association which were last altered in March 2013.

It is registered as a charity with the Charity Commission.

Each member agrees to contribute £1 in the event of the charity winding up.

Governing Body

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as the Governors. Under the requirements of the Memorandum and Articles of Association one third of them must retire at each Annual General Meeting.

The governing body consists of the persons mentioned on page 1.

In accordance with the Articles of Association, Mr Alistair Herron and Mr Derek Hook retire by rotation and, being eligible, offer them for re-election.

The Governors meet as a body on at least three occasions in each year, the duration of each meeting being about four days. In addition there are various committees and working groups which meet more regularly throughout the year. Each Governor has specific responsibilities for particular areas of operation within the Charity.

All Governors give their time voluntarily as Trustees but are now able to receive payment for special services and goods supplied to the charity by written agreement in accordance with the Memorandum of Association.

Recruitment and Training of Governors/Trustees

In common with charities of a similar size, it is difficult to retain a full complement of governors covering the necessary range of skills and experience and, in particular, with a keen interest in Krishnamurti's Teachings. The existing Governors seek new Governors through contacts with international committees and personal contacts. New Governors are mentored by more experienced Governors in the workings of the Charity and its procedures.

Organisational Management

The Governors (Trustees) are legally responsible for the overall management and control of the four areas of the Charity. These are the main school (referred to as Brockwood Park School), the small school (referred to as Inwoods Small School), the Foundation (referred to as Krishnamurti Foundation Trust) and the adult Study Centre (referred to as The Krishnamurti Centre). The

Management Team has day-to-day responsibility for the running of their respective areas and for implementing the policies set by the Governors. The School Management team has a day to day oversight and responsibility for running the school.

Risk Management

The Governors are responsible for the management of the risks faced by the charity. Risks are identified and assessed and controls established throughout the year. A review of the charity's risks management processes is undertaken frequently and outside consultants undertake audits of procedures when necessary. There are also policies and procedures in place ensuring the charity complies with its responsibilities. Training of staff happens throughout the year, so everyone is familiar with all the relevant policies and procedures and related tasks and responsibilities.

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The key controls used by the charity include:

- formal agendas for all Governor Meetings;
- formal minutes taken at all meetings;
- comprehensive strategic planning, budgeting and management accounting;
- formal written policies;
- clear authorisation and approval levels;
- clear job descriptions of all staff;
- vetting procedures as required by law for the protection of the vulnerable.

Included within these controls are considerations of price, credit, liquidity and cash-flow risks.

Through the risk management processes established for the charity the Governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable, but not absolute, assurance that major risks have been adequately managed.

Disclosure of information to the auditors

In so far as the Trustees are aware at the time of agreeing our Trustees' Annual Report:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees, having made enquiries of fellow Trustees and the Auditor, confirm that they have each taken all steps that they ought to have individually taken, to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

Auditor

Azets Audit Services were appointed as auditor to the charitable company and a resolution proposing that they be re-appointed will be put at a General Meeting.

The trustees' report, including the directors' report and strategic report, was approved by the Board of Trustees.



Mrs W Smith

Date: 3/11/21

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2021

The trustees, who are also the directors of Krishnamurti Foundation Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Annual Report (including the Directors' Report and the Strategic Report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and 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 charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's websites. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Opinion

We have audited the financial statements of Krishnamurti Foundation Trust Limited (the 'charitable company') for the year ended 31 July 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 require 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purpose 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

KRISHNAMURTI FOUNDATION TRUST LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF KRISHNAMURTI FOUNDATION TRUST LIMITED

A further description of our responsibilities is available on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.

This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, 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 trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


Michael Tizard (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

Chartered Accountants
Statutory Auditor

..... 4/11/21

Athenia House
10-14 Andover Road
Winchester
Hampshire
United Kingdom
SO23 7BS

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2021

Current financial year

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
Income from:					
Donations and legacies	3	882,233	193,724	1,075,957	1,459,794
Deposit account interest		4,617	-	4,617	9,244
Income from charitable activities	4	1,651,071	-	1,651,071	1,860,331
Total income		2,537,921	193,724	2,731,645	3,329,369
Expenditure on:					
<u>Charitable activities</u>					
Conferences		-	-	-	5,416
Charitable trading costs		-	-	-	14,250
Publicity		42,610	-	42,610	59,872
Royalties payable (including KFA)		31,641	-	31,641	28,459
Irrecoverable school fees and bad debts		36,566	-	36,566	745
Direct costs		758,285	30,937	789,222	983,489
Food and household costs		149,385	-	149,385	177,731
Archive costs		3,377	-	3,377	856
Premises costs		327,464	22,197	349,661	387,010
Support costs	6	326,266	3,989	330,255	355,609
Depreciation		138,545	65,799	204,344	202,634
Governance costs	6	47,993	70	48,063	32,969
Total charitable expenditure	5	1,862,132	122,992	1,985,124	2,249,040
Total resources expended		1,862,132	122,992	1,985,124	2,249,040
Net incoming/(outgoing) resources before transfers		675,789	70,732	746,521	1,080,329
Gross transfers between funds	20	126,698	(126,698)	-	-
Net movement in funds		802,487	(55,966)	746,521	1,080,329
Fund balances at 1 August 2020		4,588,420	2,380,784	6,969,204	5,888,875
Fund balances at 31 July 2021		5,390,907	2,324,818	7,715,725	6,969,204

All income and expenditure derive from continuing activities.

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

Prior financial year

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:				
Donations and legacies	3	565,455	894,339	1,459,794
Deposit account interest		9,244	-	9,244
Income from charitable activities	4	1,860,331	-	1,860,331
Total income		2,435,030	894,339	3,329,369
Expenditure on:				
<u>Charitable activities</u>				
Conferences		5,416	-	5,416
Charitable trading costs		14,250	-	14,250
Publicity		59,872	-	59,872
Royalties payable (including KFA)		28,459	-	28,459
Irrecoverable school fees and bad debts		745	-	745
Direct cost		979,965	3,524	983,489
Food and household costs		177,731	-	177,731
Archive costs		52	804	856
Premises costs		386,999	11	387,010
Support costs	6	341,160	14,449	355,609
Depreciation		131,314	71,320	202,634
Governance costs	6	31,062	1,907	32,969
Total charitable expenditure	5	2,157,025	92,015	2,249,040
Total resources expended		2,157,025	92,015	2,249,040
Net incoming/(outgoing) resources before transfers		278,005	802,324	1,080,329
Gross transfers between funds	20	122,559	(122,559)	-
Net movement in funds		400,564	679,765	1,080,329
Fund balances at 1 August 2019		4,187,856	1,701,019	5,888,875
Fund balances at 31 July 2020		4,588,420	2,380,784	6,969,204

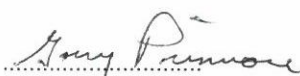
KRISHNAMURTI FOUNDATION TRUST LIMITED

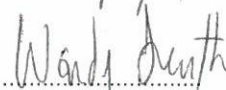
BALANCE SHEET

FOR THE YEAR ENDED 31 JULY 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	10		4,341,962		4,424,195
Investments	11		100		100
			<u>4,342,062</u>		<u>4,424,295</u>
Current assets					
Stocks	12	32,635		24,225	
Debtors	13	489,604		211,426	
Investments	14	516,598		512,378	
Cash at bank and in hand		3,850,694		2,576,445	
			<u>4,889,531</u>	<u>3,324,474</u>	
Creditors: amounts falling due within one year	15	(941,255)		(724,410)	
Net current assets			<u>3,948,276</u>	<u>2,600,064</u>	
Total assets less current liabilities			8,290,338		7,024,359
Creditors: amounts falling due after more than one year	16	(530,833)		-	
Provisions for liabilities	17	(43,780)		(55,155)	
Net assets			<u>7,715,725</u>	<u>6,969,204</u>	
Income funds					
Restricted funds	20		2,324,818		2,380,784
Unrestricted funds					
General unrestricted funds	21	3,303,625		3,055,030	
Designated unrestricted funds	21	2,087,282		1,533,390	
			<u>5,390,907</u>	<u>4,588,420</u>	
			<u>7,715,725</u>	<u>6,969,204</u>	

The financial statements were approved by the Trustees on 3/11/21.....


Mr. G. Pimrose
Trustee


Mrs. W. Smith
Trustee

Company Registration No. 1055588

KRISHNAMURTI FOUNDATION TRUST LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	27		780,580		979,293
Investing activities					
Increase in current asset investments		(4,220)		(512,378)	
Purchase of tangible fixed assets		(122,111)		(63,271)	
Net cash used in investing activities			(126,331)		(575,649)
Financing activities					
Proceeds on new loan		650,000			
Repayment of loan		(30,000)		(60,000)	
Net cash used in financing activities			620,000		(60,000)
Net increase in cash and cash equivalents			1,274,249		343,644
Cash and cash equivalents at beginning of year			2,576,445		2,232,801
Cash and cash equivalents at end of year			<u>3,850,694</u>		<u>2,576,445</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

Charity information

Krishnamurti Foundation Trust Limited is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Brockwood Park, Bramdean, Alresford, Hampshire, SO24 0LQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006, and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Preparation of consolidated financial statements

In the opinion of the trustees, the results of the subsidiary company are not material to the group. The charitable company has therefore taken advantage of the exemption provided by Companies Act 2006, Financial Reporting Standard 102 and the Charities SORP (FRS 102), not to prepare group accounts.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it, the amounts can be measured reliably, and it is probable that income will be received.

Income from general donations is recognised on receipt or once the charity has been notified of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income from school fees are recognised in the period to which they relate. School fees received before the year end relating to future periods are included as deferred income at the year end.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. Any irrecoverable element of VAT is included with the item of expense to which it relates. All direct and indirect costs are attributed to the areas to which they belong. All other costs are apportioned on a reasonable apportionment basis. Support costs and governance costs (note 6), which are charitable, relate to the stewardship of the charity's assets, organisational administration and compliance with constitutional and statutory requirements.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2% straight line basis
Motor Vehicles	25% straight line
Fixtures and fittings	15% straight line basis
Equipment	25% - 33.33% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, and highly liquid bank accounts. Cash held in deposit accounts with a maturity of more than 90 days held for investment purposes rather than to meet short-term cash commitments as they fall due are included in current asset investments.

1.10 Financial instruments

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

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

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

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.12 Irrecoverable VAT

The charity is partially exempt for VAT on its expenses. All of this VAT is accumulated and charged to support costs.

1.13 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. The assets of the scheme are held separately from the charity.

1.15 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

- Depreciation
- Debt recoverability

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

3 Donations and legacies

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
Donations and gifts	315,388	193,544	508,932	476,567
Legacies receivable	566,845	180	567,025	983,227
	<u>882,233</u>	<u>193,724</u>	<u>1,075,957</u>	<u>1,459,794</u>
For the year ended 31 July 2021	<u>565,455</u>	<u>894,339</u>		<u>1,459,794</u>

Analysed by funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
Donations and gifts				
Main School	36,972	177,348	224,320	243,452
Inwoods Small School Foundation	1,350	425	1,775	3,151
Adult Study Centre	244,392	15,771	250,163	186,906
	<u>32,674</u>	<u>-</u>	<u>32,674</u>	<u>43,058</u>
	<u>315,388</u>	<u>193,544</u>	<u>508,932</u>	<u>476,567</u>
Legacies receivable				
Main School	189,376	180	189,556	671,676
Inwoods Small School Foundation	5,719	-	5,719	-
Adult Study Centre	371,750	-	371,750	300,652
	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,899</u>
	<u>566,845</u>	<u>180</u>	<u>567,025</u>	<u>983,227</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

4 Charitable activities income

	Note	Unrestricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Total 2020 £
School fees		1,255,472	1,255,472	1,461,025	1,461,025
Board and lodging		51,195	51,195	151,435	151,435
Royalties		68,115	68,115	85,490	85,490
Trading activities		13,365	13,365	17,314	17,314
Recoveries from staff and students		63,612	63,612	52,717	52,717
Government grants	18	144,504	144,504	78,014	78,014
Other income		54,808	54,808	14,336	14,336
		<u>1,651,071</u>	<u>1,651,071</u>	<u>1,860,331</u>	<u>1,860,331</u>

Analysed by funds

	Unrestricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Total 2020 £
Main School	1,437,237	1,437,237	1,512,842	1,512,842
Inwoods Small School Foundation	27,382	27,382	149,204	149,204
Adult Study Centre	91,500	91,500	102,751	102,751
	94,952	94,952	95,534	95,534
	<u>1,651,071</u>	<u>1,651,071</u>	<u>1,860,331</u>	<u>1,860,331</u>

5 Charitable activities expenditure analysed by funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Main School	1,286,295	118,934	1,405,229	1,381,193	80,777	1,461,970
Inwoods Small School Foundation	74,469	-	74,469	255,230	-	255,230
Adult Study Centre	228,552	4,058	232,610	242,554	11,238	253,792
	272,816	-	272,816	278,048	-	278,048
	<u>1,862,132</u>	<u>122,992</u>	<u>1,985,124</u>	<u>2,157,025</u>	<u>92,015</u>	<u>2,249,040</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

6 Support and governance costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Staff costs	132,872	-	132,872	128,763	-	128,763
Communications	11,890	-	11,890	13,877	-	13,877
Travelling and motor	12,164	-	12,164	30,794	-	30,794
Insurance	31,795	-	31,795	29,238	-	29,238
Irrecoverable VAT	49,883	-	49,883	55,330	-	55,330
Stationery and office costs	60,921	-	60,921	60,182	-	60,182
Loan interest paid	11,038	-	11,038	1,895	-	1,895
Other costs	19,692	-	19,692	35,530	-	35,530
Audit and accountancy	-	9,583	9,583	-	11,650	11,650
Legal and professional fees	-	38,480	38,480	-	21,319	21,319
	<u>330,255</u>	<u>48,063</u>	<u>378,318</u>	<u>355,609</u>	<u>32,969</u>	<u>388,578</u>

7 Net movement in funds

2021
£

2020
£

Net movement in funds is stated after charging/(crediting)

Fees payable to the charitable company's auditor for the audit of the charitable company's financial statements

9,750

9,500

Depreciation of owned tangible fixed assets

204,344

202,634

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration, benefits, or reimbursed travel expenses from the charity during the year.

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

9 Employees

Number of employees

The average monthly number of full-time equivalent employees during the year was:

	2021 Number	2020 Number
Teaching and support	45	59
Promotion and publicity	1	1
Management and administration	10	11
	<u>56</u>	<u>71</u>

Employment costs

	2021 £	2020 £
Wages and salaries	804,763	966,269
Social security costs	41,515	51,142
Provision for staff leaving	25,423	21,320
Other pension costs	12,276	14,770
	<u>883,977</u>	<u>1,053,501</u>

The average number of staff on a head count basis in the year was 57 (2020: 67).

The key management personnel of the charity comprise the trustees and the senior management team. The total employee benefits, comprising salary, pension contributions and related employers' national insurance contributions of the key management personnel of the charity were £75,680 (2020: £134,125).

There were no employees whose annual remuneration was £60,000 or more.

Included within total wages noted above is termination benefits awarded to employees in the year amounting to £nil (2020: £58,620). No amounts were outstanding in relation to termination benefits awarded as at the reporting date.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

10 Tangible Assets

	Land and buildings £	Plant and machinery £	Total £
Cost			
At 1 August 2020	7,198,813	828,166	8,026,979
Additions	-	122,111	122,111
At 31 July 2021	7,198,813	950,277	8,149,090
Depreciation and impairment			
At 1 August 2020	2,898,241	704,543	3,602,784
Depreciation charged in the year	143,394	60,950	204,344
At 31 July 2021	3,041,635	765,493	3,807,128
Carrying value			
At 31 July 2021	4,157,178	184,784	4,341,962
At 31 July 2020	4,300,572	123,623	4,424,195

The directors are of the opinion that the value of the Freehold Property is in excess of its book value based on the comments in a valuation carried out several years ago. In the opinion of the directors the cost of having a professional revaluation outweighs its benefits.

11 Fixed asset investments

	2021 £	2020 £
Investments in subsidiaries	100	100

Details of the charity's subsidiaries at 31 July 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	Indirect
Brockwood Park Estates Ltd	England & Wales	Development of building projects	Ordinary	100.00	

The aggregate capital and reserves and the result for the year of the subsidiary excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Brockwood Park Estates Ltd	(72)	(955)

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

12	Stocks		
		2021	2020
		£	£
	Stock for fuel	8,980	9,326
	Goods for resale	23,655	14,899
		<u>32,635</u>	<u>24,225</u>
13	Debtors		
		2021	2020
		£	£
	Amounts falling due within one year:		
	School fees recoverable	39,291	131,249
	Trade debtors	60,813	42,792
	Amount owing from subsidiary	1,158	1,158
	Other debtors	388,342	36,227
		<u>489,604</u>	<u>211,426</u>
14	Current asset investments		
		2021	2020
		£	£
	Cash held in deposit accounts with maturity over 90 days	516,598	512,378
15	Creditors: amounts falling due within one year		
		2021	2020
		£	£
	Trade creditors	104,703	33,605
	Amounts owing to KFA	-	6,022
	Taxes and social security	8,216	25,510
	School fees in advance	573,021	406,840
	Fee and textbook deposits	92,982	118,300
	Loan from A G Educational Trust	-	30,000
	Other creditors and accruals	43,166	104,133
	Coronavirus interruption loan	<u>119,167</u>	<u>-</u>
		<u>941,255</u>	<u>724,410</u>
16	Creditors: amounts falling due after more than one year		
		2021	2020
	Coronavirus interruption loan	<u>530,833</u>	<u>-</u>
	The CBIL loan is secured by the assets of the company.		

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

17 Provisions for liabilities and charges

	2021	2020
	£	£
<u>Provision for staff leaving</u>		
Balance at 1 st August 2020	55,155	52,060
Used in the year	(41,889)	(18,360)
Charge for the year	30,514	21,455
	<u>43,780</u>	<u>55,155</u>
Balance at 31 st July 2021	<u>43,780</u>	<u>55,155</u>

The trustees have agreed that when a residential member of staff leaves with more than 3 years' service, they will be entitled to receive a lump sum equivalent to 5% of annual salary for each completed year, subject to a maximum service of 15 years.

18 Government grants

During the year the charity received government grants totalling £144,504 (2020: £78,014). This total related to furloughed staff of £132,724 (2020: £78,014), loan interest of £10,780 (2020: £nil) and apprenticeship grant of £1,000 (2020: £nil).

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £12,276 (2020: £14,770).

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

20 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2019		Movement in funds		Balance at 1 August 2020		Movement in funds		Balance at 31 July 2021	
	£	£	Incoming resources	Resources expended	Transfers	£	Incoming resources	Resources expended	Transfers	£
Main School Bursary	-	8,673	-	-	(8,673)	-	18,887	-	(18,887)	-
Alumni Bursary Fund	65,635	18,791	-	-	(4,000)	80,426	194	-	-	80,620
Small School Bursary	-	-	-	-	-	-	425	-	-	425
Music Fund	9,562	761	(3,121)	(460)	(460)	6,742	543	-	-	7,285
Inwoods Nature	-	-	-	-	-	-	-	-	-	-
J K Online	49,238	6,071	(9,543)	(12,698)	(12,698)	33,068	5,771	(3,377)	-	35,462
Archive Exchange	10,949	-	(1,696)	-	-	9,253	10,000	(681)	-	18,572
Pavilions	1,415,199	-	(71,320)	-	-	1,343,879	-	(65,800)	-	1,278,079
Infrastructure	67,620	-	-	(27,018)	(27,018)	40,602	-	-	-	40,602
Subtitles	8,726	-	-	-	-	8,726	-	-	-	8,726
Sundry main school	34,105	15,348	(6,335)	-	-	43,118	-	(126)	-	42,992
Jean-Michel	39,985	162,119	-	(69,710)	(69,710)	132,394	157,904	(30,811)	(107,811)	151,676
Elisabeth Fraser	-	671,677	-	-	-	671,677	-	(22,197)	-	649,480
Muriel Gill	-	10,899	-	-	-	10,899	-	-	-	10,899
	<u>1,701,019</u>	<u>894,339</u>	<u>(92,015)</u>	<u>(122,559)</u>	<u>(122,559)</u>	<u>2,380,784</u>	<u>193,724</u>	<u>(122,992)</u>	<u>(126,698)</u>	<u>2,324,818</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

20 Restricted funds (continued)

A description of the nature and purpose of the restricted funds are shown below:

Main School Bursary Fund – Donations to be used for Bursaries in the main school.
Alumni Bursary Fund – Donations to be used for Bursaries including for Alumni children.
Small School Bursary Fund – Donations to be used for Bursaries in the Inwoods Small School.
Music Fund – Donations to be used for Music in the main school.
Inwoods Nature – Donations to be used for nature and education in nature in Inwoods Small School.
J K Online – Donations to be used towards the development of the JKO website.
Archive exchange – Donations to be used for archive exchange between the three foundations.
Pavilions – Donations to be used for pavilions in the main school
Infrastructure – Donations to be used for upgrading the infrastructure of the main school.
Subtitles – Donations to be used for subtitling the videos of Krishnamurti.
Sundry main school – Other sundry donations received for specific purposes.
Jean-Michel – Donations to be used for bursaries and teacher recruitment.
Elisabeth Fraser – Legacy to be used for bursaries and repairs to the school.
Muriel Gill – Legacy to be used for financial support for those staying at the Krishnamurti Study Centre.

Transfers between funds

Jean-Michel Fund

The transfer of £107,811 main school restricted fund relates to school fees covered by bursaries.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

21 Unrestricted funds

The income funds of the charity include unrestricted funds comprising the following unexpended balances:

	Balance at 1 August 2019		Movement in funds			Balance at 31 July 2020			Movement in funds			Balance at 31 July 2021		
	£	£	Incoming resources	Resources expended	Transfers	£	£	£	Incoming resources	Resources expended	Transfers	£	£	£
Unrestricted General														
Foundation	828,271	113,785		(193,746)	(2,394)	745,916	162,081	(227,342)	-	680,655				
Main school	1,570,817	1,553,042		(1,381,195)	43,830	1,786,494	1,664,029	(1,286,295)	121,898	2,286,126				
Study centre	386,489	138,908		(278,048)	10,578	257,927	127,824	(272,816)	-	112,935				
Small school	339,602	152,600		(255,230)	27,721	264,693	28,885	(74,469)	4,800	223,909				
Total General	3,125,179	1,958,335		(2,108,219)	79,735	3,055,030	1,982,819	(1,860,922)	126,698	3,303,625				
Designated														
Foundation	830,100	476,695		(48,806)	42,824	1,300,813	549,383	(1,210)	-	1,848,986				
Brockwood Park Fund	232,577	-		-	-	232,577	-	-	-	232,577				
Small School Fund	-	-		-	-	-	5,719	-	-	5,719				
Total Designated	1,062,677	476,695		(48,806)	42,824	1,533,390	555,102	(1,210)	-	2,087,282				
	4,187,856	2,435,030		(2,157,025)	122,559	4,588,420	2,537,921	(1,862,132)	126,698	5,390,907				

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

22 Analysis of net assets between funds

Fund balances at 31 July 2021 are represented by:

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Tangible assets	1,737,621	2,604,441	4,342,062	1,754,056	2,670,240	4,424,296
Net current assets	4,227,899	(279,623)	3,948,276	2,889,519	(289,456)	2,600,063
Long term liabilities and provisions	(574,613)	-	(574,613)	(55,155)	-	(55,155)
	<u>5,390,907</u>	<u>2,324,818</u>	<u>7,715,725</u>	<u>4,588,420</u>	<u>2,380,784</u>	<u>6,969,204</u>

KRISHNAMURTI FOUNDATION TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

23 Related party transactions

Similar foundations exist in other countries throughout the world including Spain, India and USA. These foundations have joined together to create a global website the costs of which are to be shared between them. The charity and the American foundation (KFA) have made a Joint Representation Agreement whereby all royalties receivable on books by the two organisations are shared equally between them and they will be jointly represented to all trade partners (publishers, literary agents, committees, online channels etc.) to avoid duplication of representation. The amount of royalties to be charged to KFA amounts to £23,819 (2020 - £24,925) and charged by KFA amounts to £32,904 (2020 - £30,557). The amount calculated as due from KFA amounts to £24,229 (2020 - £24,460) and due to KFA amounts to £32,300 (2020 - £30,482).

Donations from Trustees to the charity for various purposes amount to £289 (2020 - £5,329) throughout the year.

24 Trustees' liability insurance

An insurance policy exists, as part of the Charity's normal insurance policy, indemnifying any insured individual for any wrongful act (as defined in the policy) in their capacity as a governor, principal, officer or employee.

25 Ultimate controlling entity

In the opinion of the Trustees (Directors) the Charity is controlled by the Trustees (Directors).

26 Long term loan

In 2014, the Trustees negotiated a long term loan of £300,000 from a charitable trust. The loan is secured on the freehold land and buildings and was due for repayment on 31st January 2016 and was interest free. However, this loan has been renegotiated and the new terms commenced on 1st February 2016. From that date the loan has been repayable by quarterly instalments of £15,000 and carried interest of 2% above LIBOR six month rate. During the year, the loan was fully repaid and security released.

KRISHNAMURTI FOUNDATION TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2021

27 Cash generated from operations	2021	2020	
	£	£	
Surplus for the year	746,521	1,080,329	
Adjustments for:			
Depreciation and impairment of tangible fixed assets	204,344	202,634	
Increase/(decrease) in provision	(11,375)	3,095	
Movements in working capital:			
(Increase)/decrease in stock	(8,410)	641	
(Increase)/decrease in debtors	(278,178)	(48,129)	
Increase/(decrease) in creditors due within one year	127,678	(259,277)	
Cash (absorbed by)/generated from operations	780,580	979,293	
28 Analysis of changes in net debt	1 August 2020	Cash flows	31 July 2021
	£	£	£
Cash at bank and in hand	2,576,445	1,274,249	3,850,694
Borrowings including Coronavirus interruption loan	(30,000)	(620,000)	(650,000)
	<u>2,546,445</u>	<u>654,249</u>	<u>3,200,694</u>