

THE MALVERNIAN SOCIETY LIMITED

England & Wales · Charity number 527573

Details

| | |
|----------------|---|
| Status | Registered |
| Legal form | Charitable company |
| Company number | 00213672 |
| Registered | 1963-11-01 |
| Register | View on the Charity Commission register |

Contact

| | |
|---------|--|
| Address | Malvern College College Road Malvern WR14 3DF |
| Phone | 01684581517 |
| Email | malsoc@malverncollege.org.uk |
| Website | www.malverniansociety.org.uk |

Activities

Objects: 3.1 To promote the work of and to assist in the carrying on of education at Malvern College, or at any other Educational Establishment not conducted for profit and wheresoever situated, which in the opinion of the Charity is carrying on, or can be expected to carry on, the traditions of the English Public Schools (hereinafter called a "Qualifying Educational Establishment"); and to promote the continuation of education of a type and character similar to that provided at Malvern College in accordance with the terms of the Royal Charter providing for Malvern College.3.2 To assist Old Malvernians in cases of need where their parents or guardians are financially unable to make provision for them, to train for and enter any profession or trade or to pursue research work or take post-graduate courses."Malvern College" means that school known as Malvern College;"Old Malvernian" means a person who has attended Malvern College or any school wherever situated identified for the time being by the Directors as a Malvern School for the purpose of its pupils becoming Old Malvernians.

Activities: Raises funds from former pupils and friends of Malvern College in order to make grants to Malvern College and means-tested grants to former pupils of Malvern College doing training or research work.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Buildings/facilities/open Space, Acts As An Umbrella Or Resource Body
- **What:** Education/training, Accommodation/housing, Arts/culture/heritage/science, Amateur Sport
- **Who:** Children/young People, Other Charities Or Voluntary Bodies

Geography

- Worcestershire

Finances

| Period end | Income | Expenditure | Assets | Employees |
|------------|------------|-------------|-------------|-----------|
| 2025-07-31 | £209,040 | £17,747,075 | - | - |
| 2024-07-31 | £1,160,108 | £1,162,319 | £17,395,761 | 0 |
| 2023-07-31 | £1,089,888 | £663,540 | £16,751,087 | 0 |
| 2022-07-31 | £756,323 | £799,660 | £16,529,886 | 0 |
| 2021-07-31 | £1,707,363 | £1,274,511 | £16,252,351 | 6 |
| 2020-07-31 | £1,035,878 | £755,991 | £14,565,298 | 4 |

Trustees

| Name | Role | Appointed |
|---------------------------------------|-------|------------|
| Timothy Derrick Straker QC | Chair | 2021-09-04 |
| ANTHONY RICHARD HIGGINS | | |
| Andrew Keith Metcalfe | | 2019-04-01 |
| JEREMY MICHAEL JAYNE HAVARD | | |
| John Charles Barwell OBE | | 2021-09-04 |
| Justin James Westmorland Ewbank Major | | 2023-03-01 |
| Michele Edwards | | 2018-06-16 |
| Rebecca Connell | | 2024-01-18 |
| Samson Ayotunde Afolabi | | 2023-05-05 |
| Simon Hooper | | 2023-07-10 |

Linked charities

- BERRIDGE CHEMISTRY PRIZE (527573-1)
- MALVERN COLLEGE CENTENARY APPEAL FUND (527573-10)
- THE LESTER AND LILMA GRANT BURSARY (527573-11)
- HARRY BRUTTON MEMORIAL EXHIBITION (527573-2)
- GWYNNE-JONES EXHIBITION (527573-3)
- HEATH-HARRISON EXHIBITION (527573-4)
- H W SMITH EXHIBITION FUND (527573-5)
- MAJOR-GENERAL C W TOOVEY ART PRIZE (527573-6)
- WRIGHT-INGLE EXHIBITION (527573-7)
- JAMES RICHFORD MEMORIAL (527573-8)
- THE JAMES GREENWOOD ARCHITECTURE PRIZE CHARITABLE TRUST (527573-9)

THE MALVERNIAN SOCIETY LIMITED

England & Wales - Charity number 527573

Accounts

Registered Charity Number: 527573

Registered Company Number: 00213672

MALVERNIAN SOCIETY LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2025



MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION FOR THE YEAR ENDED 31 JULY 2025

The organisation is a charitable company limited by guarantee, incorporated on 30 April 1926 and registered as a charity on 1 November 1963.

Directors:

Trustees who are Directors for the purpose of company law and Trustees for the purpose of charity law, are as follows:

President: T D Straker KC (Elected 03/24)

Chairman: T D Straker KC (03/24 – 03/27)

Elected: A S Afolabi (03/23 – 03/26)
J C F Barwell (03/23 – 03/26)
M Edwards (03/24 – 03/27)
J M J Havard (03/24 – 03/27)
A R Higgins (03/24 – 03/27)
R Connell (03/23 – 03/26)
S Hooper (03/23 – 03/26)

As noted below, the Charity and Company are planned to be closed, so terms of office may end earlier than above.

Ex-Officio: A K Metcalfe (Headmaster from 01/04/19)

Nominated: J J W E Major (nominated by Common Room 03/23)

Vice-Presidents: H C K Carson
P J Cartwright
A R Clark
R de C Chapman
M C Frayn
P C U Jagger
Lord Maclaurin of Knebworth DL
H M Robinson
J A Staniforth

Clerk to the Trustees: R A M Breare

Secretary: R A M Breare

Charity number: 527573

Company number: 00213672

Other names: The Society reserves the right to use the title "The Malvern College Foundation"

MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

| | |
|---|---|
| Registered & Principal Office: | Malvern College College Road Malvern Worcestershire WR14 3DF |
| Independent Auditor: | Crowe U.K. LLP 4th Floor, St James House St James Square Cheltenham Gloucestershire GL50 3PR |
| Bankers: | Lloyds Bank 48 Belle Vue Terrace Malvern Worcestershire WR14 4QG |
| Solicitors: | Pinsent Masons LLP 30 Crown Place Earl Street London EC2A 4ES |

MALVERNIAN SOCIETY LIMITED

CONTENTS

| | Page |
|---|-------------|
| Trustees' report | 1 – 6 |
| Independent auditor's report | 7 – 9 |
| Statement of financial activities | 10 – 11 |
| Balance sheet | 12 |
| Statement of cash flows | 13 |
| Notes to the financial statements..... | 14 – 31 |

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 JULY 2025

The Board of Trustees is pleased to present its report together with the audited Financial Statements of the charitable company for the year ended 31 July 2025.

The Malvernian Society Limited is a charitable company limited by guarantee. The charity number, company number, present Trustees (being Directors of the Company) and advisors are provided on the Legal and Administrative Information page.

The Trustees are also Directors for the purpose of company law.

Objectives and activities

The charitable company's objects are primarily to:

Promote the work, and assist in the carrying on, of education at Malvern College, and,

Assist in cases of need, for training, entry into any profession or trade, or to pursue research work or take postgraduate courses.

Following review of the overall strategy of the Malvern College Family of Schools, on 21 October 2024 the Trustees of the Society approved the transfer by gift of the Society's tangible assets, investments and cash to the College. The transfers took place within October and November 2024. The Society acts as agent for any donations and legacies received into it afterwards, which are passed through to the College.

In setting out to achieve our aims, the Society carries out two primary activities in close co-operation with the staff at Malvern College:

1. Developing alumni events, communications, and contact plans, which are intended to broaden and deepen the understanding of the benefits of Malvern College UK and its international schools to previous and existing pupils, and to increase the affinity to Malvern College and the Malvernian Society of Old Malvernians and other constituents.
2. Supporting fundraising activities in support of the College with special focus on alumni and other Friends of Malvern College, such as current parents and parents of former pupils.

Principal funding sources

Income sources formerly included regular and single gifts and legacies, sale of merchandise, rental income and income generated from investments. These have largely ceased following the transfers to the College. Legacy donations continue to be received and passed directly to the College.

Public Benefit

The Trustees of the Malvernian Society confirm that they have complied with the duty of Section 17 of the Charities Act 2011 to have due regard to the most recent public benefit guidance published by the Charity Commission. The significant activities undertaken to carry out our aims for the public benefit are detailed below.

The principal object of the Malvernian Society was to support Malvern College and its alumni. The Society has previously contributed to Malvern College capital building projects. These facilities are then made available, on occasion, for public use and for the College's outreach services. An example of this is the Science Centre, which has been used to hold 'science exhibition and practical experience' days for local schools. Similarly, the Sports Complex provides much needed indoor sports, fitness and leisure facilities for the local Malvern community. The most recent project, the refurbished Rogers Theatre is also available to local schools and organisations for free or at a reduced rate.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

The Society cites the following examples of direct public benefit from its activities:

1. The Society offered its Club Room in the College, at no cost, to local organisations in need of a meeting place for their organising Committees. Examples are the 'Malvern Association for the Visually Impaired' and the Malvern Hills branch of the Fine Arts Society.
2. The Society welcomes Friends and members of the public to attend Malvernian Society lectures at the College.

The Society organises many events throughout the year and throughout the world for the benefit of Old Malvernians and 'Friends' of Malvern College (see below).

Achievements and performance

As we mark 160 years since the founding of Malvern College, in today's interconnected world, having a strong network that you can rely on is a privilege. So, for our pupils - whether leaving Malvern College or one of our five international schools - becoming an OM is a significant milestone. It is the moment when a door opens to a vibrant global community offering lifelong connection, support and opportunity.

Some of our top OM achievements this year:

- Rose Harvey (6.08-10) completed the women's marathon at the Paris Olympics in 2 hr 51min 3sec with a broken leg
- Philip Shaw-Hamilton (3.65-70) and Nigel Draffan (1.64-69) were crowned world champions in their age group for Real Tennis
- Jim Murray (8.88-93) and his wife, Sarah Parish were appointed MBEs in the King's New Year Honours 2025 for their work with Imagine This, a charity to support children founded in memory of their daughter
- Mathias Waldschmitt (5.05-07) competed in the IRONMAN World Championships in Hawaii
- In cricket, Zen Malik (5.11-15) made a maiden century in just his second First-Class appearance for Warwickshire
- Seàn Brickell (4.83-83) won a GOOD DESIGN Award for his debut timepiece, the Manta – one of only two watch brands globally to be recognised
- Author Cally Taylor (EOG 84-91) was awarded an honorary Doctor of Letters by Northumbria University
- Victoria Beach (EOG 63-68) was awarded an MBE for services to empowering girls in Uganda

The College aims to keep our OMs and EOGs connected with each other and Malvern College – in person and online and wherever they might be in the world.

2,000 OMs and EOGs attended 39 events organised by the Malvernian Society or Malvern College in the last financial year.

With so many OMs around the world, it is important to us that the global community feels a sense of belonging. Overseas, the Malvernian Society hosted evenings with OMs in Amsterdam, Brussels, Cologne, Paris, Madrid and Hong Kong. These evenings are a wonderful opportunity for OMs to come together and hear the Headmaster share the latest news and developments from the College, and for us to learn more about the remarkable journeys and experiences of our OMs.

Always a highlight, back at home, we were delighted to welcome old boys from No.1 and No.9 for House Reunions. They spent time in their Houses reminiscing with each other and talking to the current crop of pupils and then, after Chapel and lunch, revisited old haunts around the campus. Reunions have one thing in common – those who return are adamant that theirs was the 'best House'.

Other reunions hosted at Malvern College included a 10-year reunion (now a tradition the evening before Commemoration), a 50-year reunion and a celebration of 30 years of girls in No.3. We were pleased to welcome two separate groups of Ellerslie Old Girls in the summer – Ellerslie House now being their spiritual home in the absence of their old school (the buildings now house a retirement village).

Commemoration Weekend was another standout. In addition to the 80 OMs returning for the 10-year reunion, the weekend included a social evening for our Upper Sixth joiners, a Commemoration lunch, campus tours and OM vs pupil sports matches. The finale was the OM Club Dinner – held for the first time at Malvern College and, this year, in memory of Paul Godsland who passed away in October 2024. It was wonderful to see OMs marking Commemoration around the world with gatherings in the US, Barbados, India and beyond.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

Each year, we recognise the St George Society (former parents and members of staff, as well as 'friends of Malvern College) with an afternoon tea hosted by the Headmaster - our way of saying thank you to the Society's members for their ongoing support of and interest in the College.

Off campus, we introduced a new concept to support OMs at university and to bring OM students together. To that end, we enjoyed meet ups for OMs at university in both Bristol and Exeter and were delighted that OMs travelled from other universities to join us too.

Extending our informal 'Malvern Ins' in the UK beyond London and Malvern is an ongoing plan and following successful evenings in Cardiff and Oxford, we will be hosting more evenings further afield next year.

We are pleased to welcome OMs, EOGs and members of SGS to College events such as the Carol Service, Remembrance and performances. Those on our mailing list hear about these automatically.

The beauty of the 11 OM clubs within the OM Club is the comradeship engendered by pursuing a common interest together. Highlights include:

- In the Court Games Club, Nigel Draffan (1.64-69) and Philip Shaw-Hamilton (3.65-70) won the National Over-70s Real Tennis competition at Wellington College;
- The Cricket Club won the first round of the Cricketer Cup in a spectacularly close game against Shrewsbury, but were knocked out in Round Two;
- The Gryphons social cricket team launched in summer 2024 and continues to go from strength to strength after winning against Sussex Martlets and Exeter University this summer;
- The Fly Fishing Club has its first overseas members – Keith Porter (9.74-79) from Montreal;
- The Football Club got through the first round of the prestigious Arthur Dunn Cup but were knocked out after a replay in the second round. The team has been unable to make the numbers to enter the Arthurian League and are seeking new members;
- The Golfing Society, impressively, held over 30 events and were winners of the Senior Darwin competition;
- The Hockey Club turned out for Commemoration and were narrowly defeated 3-2 by the pupils;
- The more seasoned members of the Netball Club defeated the 2nd VII pupils at Commemoration but the tables were turned when the 1st VII beat the U30s OMs;
- The Rifle Club enjoyed a full programme of events and defeated the pupils in a spirited match at Commemoration;
- The newly revived Rugby Football Club entered local competitions at Luctonians Sports Club and Cheltenham College. Whilst not reaching the honours board yet, the team is going from strength to strength;
- The Sailing Club's signature competition of the year is the Arrow Trophy held in Cowes each October - Malvern was placed second in the first race and fourth of ten in the second race. In 2025, Malvern takes on the chairmanship of the Arrow Trophy Yacht Racing Association for three years and, as such, will be hosts of this prestigious event.

Online things have moved apace in the past year, culminating in the launch of a new website in October 2024. The Malvernian Society's vibrant new website is one of a suite of refreshed websites for Malvern College and The Downs Malvern - all unified under the theme of 'Role Models'. News is now available to the community as soon as we are informed and readers can comment on articles so we can enjoy two-way communications.

Elsewhere online, our Instagram and Facebook reach has increased by 200% and interactions have doubled. Proof, if needed, that there is an insatiable appetite for news from the College and our alumni community.

The digital archive now held by the College is a mine of historical information, publications and photographs, and continues to grow.

Fundraising

The Malvernian Society is registered with the Fundraising Regulator. There have been no issues of non-compliance nor any complaints in 2024-25. The Society has an Ethical Fundraising Policy and complies with the Fundraising Code 1.2 General Principles e)ii) relating to vulnerable people and with the 'Treating Donors' Fairly' Guidance issued by the Institute of Fundraising. We monitor our fundraising activity by making 'Legitimate Interest Assessment' in terms of GDPR and using, for example Due Diligence intermediaries.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

Financial review

The Trustees of the Society approved the transfer by gift of the Society's tangible assets, investments and cash to the College, which took place during the year. The Society acts as agent for any donations and legacies received into it afterwards, which will be passed through to the College.

It is the expectation of management and those charged with governance that the Society is to be closed by mid 2026. As this is expected to be within twelve months of the approval of the financial statements, the financial statements for the year have not been prepared on a going concern basis.

Income during the year (which only related to the period before the transfers) was £209,040 (2024 - £1,160,108). No gift in kind from Malvern College (in respect of staff time and other resources used by the Society for the benefit of the College) was recognised for the period before the transfer as it was not considered to be material (2024: £350,000). Total expenditure was £17,747,075 (2024 - £1,162,319), which included £17,674,577 for the gift of the investments, tangible assets and cash to the College. In 2024 grants awarded to the College amounted to £742,275. There was a profit on investments during the year of £145,621 (2024 - £586,885). This resulted in net expenditure of £17,392,414 in 2024-25 (2023-24 - £584,674).

Total reserves at 31 July 2025 amounted to £3,347 (2024 - £17,395,761). All permanently endowed, restricted and designated funds were transferred to the College, leaving only general reserves at the year end.

Reserves Policy

Following the transfer of assets to the College, the Society does not require a level of reserves for its remaining operations.

Plans for Future Periods

It is planned to close The Malvernian Society charity and company in due course following the transfer of assets to Malvern College.

The Malvernian Society name will continue to be used as a Malvern College brand connected with alumni engagement and fundraising.

Structure, governance and management

The Society is a company limited by guarantee. It was incorporated on 30 April 1926 and is governed by its Memorandum and Articles of Association. It was registered as a charity on 1 November 1963.

The Board of Trustees is responsible for directing the business of the Society. Day-to-day business is managed by the Advancement Director. This falls under the remit of the College's Headmaster, who reports directly to the Board of Trustees.

All the elected and nominated Trustees of the Board serve a three-year term unless otherwise indicated below. Most Trustees are elected at the Annual General meeting but others are nominated by other groups associated with Malvern College. The categories and method of appointment of Trustees are:

1. The President
 2. Up to nine Trustees who retire on a rotational basis, except that the Board of Trustees may co-opt a member of the Society to fill a casual vacancy until the next AGM
 3. Two Trustees nominated by the Council of Malvern College
 4. The Head of Malvern College, who is a member ex-officio
 5. One Trustee nominated by the Common Room of the Senior School of Malvern College
 6. Up to two Trustees who are parents of pupils in the Senior School of Malvern College, who are nominated by the Parents' Forum
 7. Vice-Presidents who, once elected, hold office for life but are non-voting Trustees
- The Chairman of the Board of Trustees is one of the nine elected Trustees.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

Once elected the trustees receive training and guidance on the role and responsibility of a trustee from the Board through a prepared Trustee Briefing Pack which includes information about the Society (legal form, history and current material) and guidance from the Charity Commission on the role of a trustee and other best practice issues. At other times regular updates are provided for all trustees.

Responsibilities of the Trustees

The Trustees carry out regular reviews of Malvernian Society plans and activities through official Trustee meetings held in March, June and November each year and through informal contact between meetings, usually either in Malvern or London. Since March 2020 Trustees have become used to meeting via Zoom or Teams. It is the aim of Trustees to add comments and direction to the Advancement Director and Chairman of Trustees, with a view to ensuring good practice and effective fund management and disbursement, according to our aims and objectives.

Responsibilities of the Malvernian Society Staff

As at 31 July 2021, 5 members of staff TUPE transferred from the Malvernian Society to Malvern College. Associated costs are incurred by the College.

These staff carry out all day-to-day activities according to the priorities for the year, and in close association with the senior personnel of the College, such as the Headmaster, the Chief Operating Officer, the Finance Director, the Director of Marketing & Admissions and the Chairman of College Council.

Related Parties and Conflicts of Interests

The Board of Trustees has adopted an appropriate and comprehensive policy to identify all transactions with related parties or other transactions which might involve any conflict of interest. See note 25 for more details on related party transactions.

Risk Management Statement

The Board of Trustees has identified the major risks facing the Society. A Risk Management Register is maintained and the risks highlighted are reviewed regularly by the Operations Director to ensure that they do not pose a threat to the Society. The Register is reviewed at least annually by Trustees.

Risks are categorised as either strategic, operational, financial or compliance. The key risks identified under these headings are the impact on fundraising of economic factors, and loss of those key personnel employed by Malvern College that work on the Society's activities. Steps are taken to mitigate these risks through establishing clear roles, responsibilities and reporting lines within the Society, effective communication and through on-going monitoring.

Auditor

Crowe U.K. LLP is the appointed auditor for the year ended 31 July 2025.

Disclosure of information to auditor

Each Trustee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Statement of Trustees' Responsibilities

The Trustees, who are also the directors of Malvernian Society Limited for the purpose of company law, are responsible for preparing the Trustees' 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 which give a true and fair view of the state of affairs of the Society and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

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 (FRS 102) (effective 1 January 2019);
- 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 Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.



T D Straker (Chairman of the Malvernian Society)
on behalf of the Trustees

Date: 8 November 2025

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED

Opinion

We have audited the financial statements of the Malvernian Society Limited for the year ended 31 July 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Emphasis of matter – financial statements prepared on a basis other than going concern

We draw your attention to Note 1 to the financial statements which explains that the Trustees intention is to wind down and close the charity within the next 12 months and therefore do not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern as described within Note 1. Our opinion is not modified in respect of this matter.

Other information

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the 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 directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or 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 and proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 5 to 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and under the Companies Act 2006 and report in accordance with the Acts 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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

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 identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act 2011 with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context were General Data Protection Regulation (GDPR), Anti-Fraud, Bribery and Corruption Legislation.

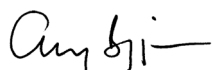
Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the override of controls by management. Our audit procedures to respond to these risks included enquiries of management and the Board about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 auditor's 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 and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Guy Biggin (Senior Statutory Auditor)

for and on behalf of

Crowe U.K. LLP

Statutory Auditor

4th Floor, St James' House, St James' Square, Cheltenham, Gloucestershire GL50 3PR

Date: 22 December 2025

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) FOR THE YEAR ENDED 31 JULY 2025

| | Notes | Unrestricted funds general 2025 £ | Unrestricted funds Designated 2025 £ | Restricted funds 2025 £ | Endowment funds 2025 £ | Total 2025 £ | Total 2024 £ |
|--|-----------|---|--|----------------------------------|---------------------------------|---------------------|--------------------|
| Income from: | | | | | | | |
| Donations & legacies | 3 | 24,304 | - | 21,714 | - | 46,018 | 852,116 |
| Other trading activities | 4 | 5,250 | - | - | - | 5,250 | 11,391 |
| Investments | 5 | 97,816 | 42,597 | 16,733 | 626 | 157,772 | 296,601 |
| Total income and endowments | | 127,370 | 42,597 | 38,447 | 626 | 209,040 | 1,160,108 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 1,115 | 8,922 | 12,126 | 523 | 22,686 | 38,306 |
| Charitable activities | 7 | 10,227,846 | 3,403,321 | 3,796,119 | 297,103 | 17,724,389 | 1,124,013 |
| Total expenditure | | 10,228,961 | 3,412,243 | 3,808,245 | 297,626 | 17,747,075 | 1,162,319 |
| Net gains on investments | 12 | 5,850 | 58,501 | 78,176 | 3,094 | 145,621 | 586,885 |
| Net (expenditure) / income before transfers | | (10,095,741) | (3,311,145) | (3,691,622) | (293,906) | (17,392,414) | 584,674 |
| Gross transfers between funds | 13 | - | - | - | - | - | - |
| Net (expenditure) / income | | (10,095,741) | (3,311,145) | (3,691,622) | (293,906) | (17,392,414) | 584,674 |
| Other recognised gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | - | - | - | - | - | 60,000 |
| Net movement in funds | | (10,095,741) | (3,311,145) | (3,691,622) | (293,906) | (17,392,414) | 644,674 |
| Fund balances at 1 August 2024 | 24 | 10,099,088 | 3,311,145 | 3,691,622 | 293,906 | 17,395,761 | 16,751,087 |
| Fund balances at 31 July 2025 | 24 | 3,347 | - | - | - | 3,347 | 17,395,761 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 14 to 31 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

Prior financial year

| | Notes | Unrestricted funds general 2024 £ | Unrestricted funds designated 2024 £ | Restricted funds 2024 £ | Endowment funds 2024 £ | Total 2024 £ | Total 2023 £ |
|--|-----------|---|--|-------------------------------|------------------------------|--------------------|--------------------|
| Income from: | | | | | | | |
| Donations & legacies | 3 | 407,483 | - | 444,633 | - | 852,116 | 822,636 |
| Other trading activities | 4 | 11,391 | - | - | - | 11,391 | 11,075 |
| Investments | 5 | 175,217 | 87,812 | 32,545 | 1,027 | 296,601 | 256,177 |
| Total income and endowments | | 594,091 | 87,812 | 477,178 | 1,027 | 1,160,108 | 1,089,888 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 1,883 | 15,064 | 20,476 | 883 | 38,306 | 38,090 |
| Charitable activities | 7 | 381,738 | 499,500 | 242,775 | - | 1,124,013 | 625,450 |
| Total expenditure | | 383,621 | 514,564 | 263,251 | 883 | 1,162,319 | 663,540 |
| Net gains / (losses) on investments | 12 | 38,901 | 213,887 | 311,386 | 22,711 | 586,885 | (135,147) |
| Net income before transfers | | 249,371 | (212,865) | 525,313 | 22,855 | 584,674 | 291,201 |
| Gross transfers between funds | 13 | (528,500) | 499,500 | 29,000 | - | - | - |
| Net (expenditure) / income | | (279,129) | 286,635 | 554,313 | 22,855 | 584,674 | 291,201 |
| Other recognised gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | 60,000 | - | - | - | 60,000 | (70,000) |
| Net movement in funds | | (219,129) | 286,635 | 554,313 | 22,855 | 644,674 | 221,201 |
| Fund balances at 1 August 2024 | 24 | 10,318,217 | 3,024,510 | 3,137,309 | 271,051 | 16,751,087 | 16,529,886 |
| Fund balances at 31 July 2025 | 24 | 10,099,088 | 3,311,145 | 3,691,622 | 293,906 | 17,395,761 | 16,751,087 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 14 to 31 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

BALANCE SHEET AS AT 31 JULY 2025

| | Notes | 2025 | | 2024 | |
|---|-------|-----------------|-----------------|------------------|-------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 14 | | 16,300 | | 6,681,300 |
| Investments | 16 | | - | | 7,015,299 |
| | | | <u>16,300</u> | | <u>13,696,599</u> |
| Current assets | | | | | |
| Stocks | 18 | - | | 20,823 | |
| Debtors | 19 | 10,927 | | 106,033 | |
| Cash at bank and in hand | | - | | 3,598,231 | |
| | | <u>10,927</u> | | <u>3,725,087</u> | |
| Creditors: amounts falling due within one year | 20 | <u>(23,880)</u> | | <u>(25,925)</u> | |
| Net current (liabilities) / assets | | | <u>(12,953)</u> | | <u>3,699,162</u> |
| Total assets less current liabilities | | | <u>3,347</u> | | <u>17,395,761</u> |
| Capital funds | | | | | |
| <u>Endowment funds</u> | 21 | | - | | 293,906 |
| <u>Restricted funds</u> | | | | | |
| General restricted funds | 22 | | - | | 3,691,622 |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 23 | - | | 3,311,145 | |
| General unrestricted funds | | 3,347 | | 3,474,683 | |
| Revaluation reserve | | - | | 6,624,405 | |
| | | | <u>3,347</u> | | <u>13,410,233</u> |
| | 24 | | <u>3,347</u> | | <u>17,395,761</u> |

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 8 November 2025.



T D Straker, Chairman
Company Registration No. 00213672

The notes on pages 14 to 31 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 JULY 2025

| | Notes | 2025 | | 2024 | |
|--|-------|---------|-------------|----------|------------------|
| | | £ | £ | £ | £ |
| Cash flows from operating activities | | | | | |
| Cash used in operations | 26 | | (3,756,003) | | (214,557) |
| Investing activities | | | | | |
| Donation of tangible fixed assets | | - | | (10,000) | |
| Investment income and rental income received | | 157,772 | | 296,601 | |
| Net cash provided by investing activities | | | 157,772 | | 286,601 |
| Net increase in cash and cash equivalents | | | (3,598,231) | | 72,044 |
| Cash and cash equivalents at beginning of year | | | 3,598,231 | | 3,526,187 |
| Cash and cash equivalents at end of year | | | - | | <u>3,598,231</u> |

The notes on pages 14 to 31 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies

Company information

The Malvernian Society Limited, charity number 527573 and company number 00213672, is a charity and private company limited by guarantee incorporated in England and Wales. The company is registered in England and its registered office is Malvern College, Malvern, Worcestershire, WR14 3DF.

Accounting convention

The financial statements have been prepared in accordance with the Society's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 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 Society is a Public Benefit Entity as defined by FRS 102.

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

As noted above, the Society transferred by gift its tangible assets, investments and cash to the College during the year. The Society acts as agent for any donations and legacies received into it afterwards, which will be passed through to the College.

It is the expectation of management and those charged with governance that the Society is to be closed by mid 2026. As this is expected to be within twelve months of the approval of the financial statements, the financial statements for the year have not been prepared on a going concern basis.

Charitable funds

Unrestricted funds can be used in accordance with the charitable objects of the Society at the discretion of the Trustees.

All other funds were transferred to Malvern College in the year. Their purposes were as per notes 21 to 23.

Income

Income is no longer recognised within the Society following the transfers to Malvern College. It was previously recognised when the Society was legally entitled to it after any performance conditions had been met, the amounts could be measured reliably, and it was probable that income would be received.

Cash donations were recognised on receipt. Other donations were recognised once the Society had been notified of the donation unless performance conditions required deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant was recognised at the time of the donation.

The recognition of income from legacies was dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy existed when the Society had sufficient evidence that a gift had been left to it (through knowledge of the existence of a valid will and the death of the benefactor) and the executor was satisfied that the property in question would not be required to satisfy claims in the estate. Receipt of a legacy was recognised when it was probable that it would be received and the fair value of the amount receivable, which would generally be the expected cash amount to be distributed to the Society, could be reliably measured. Recognition was therefore made on the production of estate accounts.

In a small number of cases, for small legacies, estate accounts could not be obtained. In this situation recognition was made when the receipt of the income was certain.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

1 Accounting policies (continued)

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Donated assets classified as collectables are held at valuation. The value is reviewed on an annual basis. As a consequence of the regular revaluation policy, depreciation is not charged on tangible fixed assets.

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.

Debtors

Short term debtors are measured at transaction price, less any impairment.

Cash and cash equivalents

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

Financial instruments

The Society 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 Society's balance sheet when the Society becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade debtors, other debtors, accrued income and cash and bank balances, are measured at transaction price including transaction costs 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.

Basic financial liabilities

Basic financial liabilities, including trade creditors, other creditors and accruals are initially recognised at transaction price.

Derecognition of financial liabilities

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

Trade creditors

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 at transaction price and settlement amount.

2 Critical accounting estimates and judgements

In the application of the Society'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.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

3 Donations and legacies

| | Unrestricted funds general 2025 £ | Restricted funds 2025 £ | Endowment funds 2025 £ | Total 2025 £ | Total 2024 £ |
|----------------------------|---|----------------------------------|---------------------------------|--------------------|--------------------|
| Donations and gifts | 26,304 | 21,714 | - | 48,018 | 922,095 |
| Legacies receivable | (2,000) | - | - | (2,000) | (69,979) |
| | <u>24,304</u> | <u>21,714</u> | <u>-</u> | <u>46,018</u> | <u>852,116</u> |
| Donations and gifts | | | | | |
| Donations | 26,304 | 21,714 | - | 48,018 | 841,262 |
| Tax recoverable | - | - | - | - | 80,833 |
| | <u>26,304</u> | <u>21,714</u> | <u>-</u> | <u>48,018</u> | <u>922,095</u> |
| Year ended 31 July 2024 | <u>404,983</u> | <u>517,112</u> | <u>-</u> | <u>922,095</u> | |

In 2024 a legacy was accrued for, which was not actually received until after the transfer of assets to Malvern College. This led to a negative amount within the above.

4 Other trading activities

| | Unrestricted funds general 2025 £ | Unrestricted funds general 2024 £ |
|------------|---|---|
| OM Trading | <u>5,250</u> | <u>11,391</u> |

5 Investments

| | Unrestricted funds general 2025 £ | Unrestricted funds designated 2025 £ | Restricted funds 2025 £ | Endowment funds 2025 £ | Total 2025 £ | Total 2024 £ |
|--------------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Rental income | - | - | - | - | - | 19,500 |
| Income from listed investments | 59,459 | 31,924 | 2,226 | - | 93,609 | 192,218 |
| Investment management credits | - | 10,673 | 14,507 | 626 | 25,806 | 42,350 |
| Interest receivable | 38,357 | - | - | - | 38,357 | 42,533 |
| | <u>97,816</u> | <u>42,597</u> | <u>16,733</u> | <u>626</u> | <u>157,772</u> | <u>296,601</u> |
| Year ended 31 July 2024 | <u>175,217</u> | <u>87,812</u> | <u>32,545</u> | <u>1,027</u> | <u>296,601</u> | |

6 Raising funds

| | Unrestricted funds general 2025 £ | Unrestricted funds designated 2025 £ | Restricted funds 2025 £ | Endowment funds 2025 £ | Total 2025 £ | Total 2024 £ |
|-------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Investment management | <u>1,115</u> | <u>8,922</u> | <u>12,126</u> | <u>523</u> | <u>22,686</u> | <u>38,306</u> |
| Year ended 31 July 2024 | <u>1,883</u> | <u>15,064</u> | <u>20,476</u> | <u>883</u> | <u>38,306</u> | |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

7 Charitable activities

| | 2025 £ | 2024 £ |
|---|-------------------|------------------|
| Postage | (6) | 23 |
| Printing and stationery | - | 762 |
| Events | - | 22,000 |
| | <u>(6)</u> | <u>22,785</u> |
| Gift of assets to Malvern College (see below) | 17,674,577 | - |
| Grant funding of activities (see note 8) | - | 747,155 |
| Share of support costs (see note 9) | 37,368 | 343,903 |
| Share of governance costs (see note 9) | 12,450 | 10,170 |
| | <u>17,724,389</u> | <u>1,124,013</u> |

Analysis by fund

| | | |
|---|-------------------|------------------|
| Unrestricted funds - general | 10,227,846 | 381,738 |
| Unrestricted funds - designated - grant funding expenditure | 3,403,321 | 499,500 |
| Restricted funds - grant funding expenditure | 3,796,119 | 242,775 |
| Endowment funds | 297,103 | - |
| | <u>17,724,389</u> | <u>1,124,013</u> |

The Gift of assets to Malvern College comprised:

| | |
|---|-------------------|
| Tangible fixed assets at fair value | 6,665,000 |
| Fixed asset investments at fair value | 7,160,920 |
| Current asset investments at fair value | 1,017,406 |
| Cash | 2,953,429 |
| | <u>17,674,577</u> |

8 Grants payable

| | 2025 £ | 2024 £ |
|---------------------------------------|-----------|----------------|
| Grants to institutions: | | |
| Unrestricted | | |
| Malvern College - Volunteering | - | 500 |
| OM Clubs | - | 4,380 |
| Restricted | | |
| Malvern College Centenary Appeal Fund | - | 91,800 |
| Assisted Places | - | 4,799 |
| Assisted Places (Hayter) | - | 31,650 |
| The Capt. H L Grant Fund | - | 3,750 |
| Marston-Riley Scholarship | - | 1,660 |
| CTM Dunn | - | 23,325 |
| Shand-Kydd Special Fund | - | 500 |
| Chesterton Cricket Award | - | 4,000 |
| Steinway | - | 17,000 |
| James Cox Scholarship | - | 1,000 |
| Rachael Heyhoe-Flint | - | 2,000 |
| Clark Scholarship | - | 40,787 |
| Cricket Sight Screens | - | 5,175 |
| Outdoor Pursuits | - | 14,829 |
| Memorial Library Sixth Form Centre | - | 250,000 |
| The Grub | - | 250,000 |
| | <u>-</u> | <u>747,155</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

9 Support costs

| | Support costs £ | Governance costs £ | 2025 £ | 2024 £ |
|---|--------------------|-----------------------|---------------|----------------|
| Staff costs | - | - | - | 295,000 |
| Audit fees | - | 12,450 | 12,450 | 10,170 |
| Office expenses | 36,009 | - | 36,009 | 47,269 |
| Bank charges | 1,359 | - | 1,359 | 1,634 |
| | <u>37,368</u> | <u>12,450</u> | <u>49,818</u> | <u>354,073</u> |
| Year ended 31 July 2024 | <u>343,903</u> | <u>10,170</u> | | <u>354,073</u> |
| Analysed between Charitable activities | <u>37,368</u> | <u>12,450</u> | <u>49,818</u> | <u>354,073</u> |

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year or prior year. No expenses were reimbursed to trustees during the year (2024 - £Nil).

11 Employees

Employment costs (gift in kind from Malvern College)

| | 2025 £ | 2024 £ |
|--------------------|-----------|----------------|
| Wages and salaries | - | 295,000 |
| | <u>-</u> | <u>295,000</u> |

As described in the Trustees' Report, the staff previously employed by the Society were transferred to Malvern College, and are paid through that entity.

No gift in kind was recognised in the year as it was considered to be immaterial.

In the prior year there was one employee included within the above gift in kind whose annual remuneration was between £60,001 and £70,000.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

12 Net gains / (losses) on investments

| | Unrestricted funds general 2025 £ | Unrestricted funds designated 2025 £ | Restricted funds 2025 £ | Endowment funds 2025 £ | Total 2025 £ | Total 2024 £ |
|----------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Revaluation of investments | 5,850 | 58,501 | 78,176 | 3,094 | 145,621 | 586,885 |
| Year ended 31 July 2024 | 38,901 | 213,887 | 311,386 | 22,711 | | 586,885 |

13 Transfers

No transfers were made between funds in the year. (2024 – £499,500 was transferred from general unrestricted funds into designated unrestricted funds, for the Memorial Library and The Grub projects, as a total of £500,000 had been pledged for this from the Society. £29,000 was transferred from unrestricted funds into the restricted fund for the Nieper Art Scholarship, equating to an estimate of the return that would have been earned had the funds been invested.)

14 Tangible fixed assets

| | Freehold land And buildings £ | Collectables £ | Organ £ | Total £ |
|--------------------------|---|-------------------|------------|-------------|
| Cost or valuation | | | | |
| At 1 August 2024 | 6,665,000 | 6,300 | 10,000 | 6,681,300 |
| Disposals | (6,665,000) | - | - | (6,665,000) |
| At 31 July 2025 | - | 6,300 | 10,000 | 16,300 |
| Carrying amount | | | | |
| At 31 July 2025 | - | 6,300 | 10,000 | 16,300 |
| At 31 July 2024 | 6,665,000 | 6,300 | 10,000 | 6,681,300 |

During the year the freehold land and buildings were gifted to Malvern College. Their fair value was considered to be in line with the valuation as at 31 July 2024.

In 2010 Timothy Straker donated the Wisden's Almanac and Cabinet which is shown under collectables. The Trustees have assessed the collection and in their opinion the worth of the collection remains unchanged at £6,300 at the balance sheet date.

In 2023 an organ was received via a legacy from the estate of Ben Crick. This was specified to be held by the Society and to be used for the benefit of Malvern College.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

15 Revaluation of fixed assets

| | Unrestricted funds general £ | Restricted funds £ | Total £ |
|-------------------------------------|---------------------------------------|--------------------------|------------|
| Revaluation in year to 31 July 2024 | 60,000 | - | 60,000 |
| Revaluation in year to 31 July 2025 | - | - | - |

16 Fixed asset investments

| | Listed Investments £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| At 31 July 2024 | 7,015,299 |
| Valuation changes | 145,621 |
| Disposals | (7,160,920) |
| At 31 July 2025 | - |
| Carrying amount | |
| At 31 July 2025 | - |
| At 31 July 2024 | 7,015,299 |

Fixed asset investments revalued

All quoted investment valuations were as provided by the Investment advisors. Charities Official Investment Fund valuation is as provided by CCLA Investment Management Limited.

17 Financial instruments

| | 2025 £ | 2024 £ |
|--|-----------|-----------|
| Carrying amount of financial assets | | |
| Measured at fair value | - | 7,015,299 |

Financial assets measured at fair value through the profit and loss comprised fixed asset investments.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

18 Stocks

| | 2025 £ | 2024 £ |
|------------------|-----------|-----------|
| Goods for resale | - | 20,823 |

19 Debtors

| | 2025 £ | 2024 £ |
|--------------------------------|---------------|----------------|
| Trade debtors | 10,240 | 310 |
| Other debtors | 687 | |
| Prepayments and accrued income | - | 105,723 |
| | <u>10,927</u> | <u>106,033</u> |

20 Creditors: amounts falling due within one year

| | 2025 £ | 2024 £ |
|------------------------------|---------------|---------------|
| Accruals and deferred income | 23,880 | 25,925 |
| | <u>23,880</u> | <u>25,925</u> |

21 Endowment funds

Endowment funds represent assets which must be held permanently by the Society. Income arising on the endowment funds can be used in accordance with the objects of the Society and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

| | Balance at 1 August 2024 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2025 £ |
|------------------------------------|-------------------------------------|-------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 3,197 | - | (3,194) | (3) | - |
| Shand-Kydd Special Fund | 34,552 | - | (34,518) | (34) | - |
| EH Moss Exhibition | 13,080 | - | (13,067) | (13) | - |
| Toovey Art Prize | 798 | - | (797) | (1) | - |
| Berridge Chemistry Prize | 1,243 | - | (1,242) | (1) | - |
| HW Smith Exhibition | 2,286 | - | (2,284) | (2) | - |
| Gwynne-Jones Exhibition | 1,542 | - | (1,533) | (9) | - |
| Wright Ingle Exhibition | 3,230 | - | (3,211) | (19) | - |
| Heath Harrison Exhibition | 50,438 | - | (50,413) | (25) | - |
| Wheeler Bennett History Prize | 1,795 | - | (1,793) | (2) | - |
| AR Duff Memorial Fund | 33,183 | - | (32,956) | (227) | - |
| James Cox Scholarship | 113,377 | 478 | (116,473) | 2,618 | - |
| Rackets Fund | 35,185 | 148 | (36,145) | 812 | - |
| | <u>293,906</u> | <u>626</u> | <u>(297,626)</u> | <u>3,094</u> | <u>-</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

21 Endowment funds (continued)

Prior year

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2024 £ |
|------------------------------------|-------------------------------------|--------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 2,973 | - | - | 224 | 3,197 |
| Shand-Kydd Special Fund | 32,133 | - | - | 2,419 | 34,552 |
| EH Moss Exhibition | 12,165 | - | - | 915 | 13,080 |
| Toovey Art Prize | 742 | - | - | 56 | 798 |
| Berridge Chemistry Prize | 1,156 | - | - | 87 | 1,243 |
| HW Smith Exhibition | 2,126 | - | - | 160 | 2,286 |
| Gwynne-Jones Exhibition | 874 | - | - | 668 | 1,542 |
| Wright Ingle Exhibition | 1,831 | - | - | 1,399 | 3,230 |
| Heath Harrison Exhibition | 48,642 | - | - | 1,796 | 50,438 |
| Wheeler Bennett History Prize | 1,669 | - | - | 126 | 1,795 |
| AR Duff Memorial Fund | 30,861 | - | - | 2,322 | 33,183 |
| James Cox Scholarship | 103,697 | 784 | (674) | 9,570 | 113,377 |
| Rackets Fund | 32,182 | 243 | (209) | 2,969 | 35,185 |
| | <u>271,051</u> | <u>1,027</u> | <u>(883)</u> | <u>22,711</u> | <u>293,906</u> |

The Rackets Endowment Fund is to be used to help boys and girls play rackets and compete at Queen's, (whether this is in the form of providing rackets to boys and girls of particular talent or funding the costs of accommodation for selected boys and girls competing at Queen's). The income can also be used to fund the travel expenses of the occasional tour to North America.

The terms under which the rest of the endowment funds were established are detailed in note 22.

Income earned on the permanent endowment funds is taken to restricted funds and distributed as described in note 23.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

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 2024 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2025 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 1,677,383 | 12,251 | (1,749,396) | - | 59,762 | - |
| Capt. HL Grant | 453,665 | 1,927 | (466,152) | - | 10,560 | - |
| Chesterton Cricket Award | 68,280 | 313 | (70,308) | - | 1,715 | - |
| Bishop John & Arthur Mort Bursary | 66,462 | 280 | (68,276) | - | 1,534 | - |
| Blake Dunbar Music Scholarship | 54,733 | 231 | (56,228) | - | 1,264 | - |
| Marston Riley Scholarship | 55,322 | 247 | (56,923) | - | 1,354 | - |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,592 | 238 | (29,830) | - | - | - |
| EH Moss Exhibition | 1,383 | 90 | (1,473) | - | - | - |
| Gwynne Jones Exhibition | 1,010 | 66 | (1,076) | - | - | - |
| Wright Ingle Exhibition | 2,115 | 138 | (2,253) | - | - | - |
| Heath Harrison Exhibition | 33,505 | 177 | (33,682) | - | - | - |
| AR Duff Memorial Fund | 11,615 | 229 | (11,844) | - | - | - |
| James Cox Scholarship | 17,547 | 82 | (18,080) | - | 451 | - |
| CW Nicholls Memorial Fund | 17,371 | - | (17,480) | - | 109 | - |
| Running Track Fund | 5,105 | - | (5,105) | - | - | - |
| Bursaries/Assisted Places | 127,028 | 4,845 | (131,873) | - | - | - |
| Assisted Places (Bowtell) | 3,030 | - | (3,030) | - | - | - |
| Assisted Places (Hayter) | 92,187 | - | (92,187) | - | - | - |
| Bridge Fund | 1,365 | - | (1,365) | - | - | - |
| Chapel Sound System | 4,397 | 200 | (4,597) | - | - | - |
| Chapel Organ | 3,130 | - | (3,130) | - | - | - |
| Music Department | 502 | - | (502) | - | - | - |
| Theatre | 2,284 | - | (2,284) | - | - | - |
| Nieper Art Scholarship | 112,512 | - | (112,512) | - | - | - |
| RKB Lecture Series | 23,580 | - | (23,580) | - | - | - |
| Golf Facilities | 1,174 | - | (1,174) | - | - | - |
| George Sayer Fellow | 7,501 | - | (7,501) | - | - | - |
| Rackets Fund | 14,128 | - | (14,128) | - | - | - |
| House No.5 Fund | 300 | - | (300) | - | - | - |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

| | Balance at 1 August 2024 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ Losses £ | Balance at 31 July 2025 £ |
|--|-------------------------------------|---------------|--------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 207,677 | 1,040 | (208,717) | - | - | - |
| Rachael Heyhoe Flint Award | 6,000 | - | (6,000) | - | - | - |
| Hardship | 2,525 | - | (2,525) | - | - | - |
| Music School | 35,941 | 15,119 | (51,060) | - | - | - |
| Digitalisation of Archive | 12,978 | - | (12,978) | - | - | - |
| Green Fund | 112,551 | 500 | (113,051) | - | - | - |
| South Africa Rugby Tour | 25 | - | (25) | - | - | - |
| Lucy Shepherd | 50 | - | (50) | - | - | - |
| Outdoor Pursuits | 171 | - | (171) | - | - | - |
| Lord Ian MacLaurin Sports Fund | 312,500 | - | (312,500) | - | - | - |
| House 2 | 13 | - | (13) | - | - | - |
| Restricted endowments (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,803 | 19 | (3,819) | - | (3) | - |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 2,112 | 22 | (2,134) | - | - | - |
| Toovey Art Prize | 162 | 5 | (167) | - | - | - |
| Berridge Chemistry Prize | 762 | 9 | (771) | - | - | - |
| HW Smith Exhibition | 1,448 | 16 | (1,464) | - | - | - |
| Wheeler Bennett History Prize | 1,274 | 12 | (1,286) | - | - | - |
| James Richford Cricket Prize | 6,811 | 28 | (6,835) | - | (4) | - |
| Photographic Prize | 2,205 | 9 | (2,213) | - | (1) | - |
| RH Farrar Mathematical Prize | 13,124 | 47 | (13,164) | - | (7) | - |
| RWA Manly Backstage Prize | 993 | 3 | (996) | - | - | - |
| Prize Funds | 62,552 | 263 | (64,259) | - | 1,444 | - |
| RK Blumenau Philosophy Prize | 4,647 | 12 | (4,659) | - | - | - |
| Roger Short Prize | 1,345 | 12 | (1,357) | - | - | - |
| RH Cobb Mathematical Prize | 4,127 | 17 | (4,142) | - | (2) | - |
| Matthew Hind Golf Prize | 130 | - | (130) | - | - | - |
| Arvid Pardo Prize | 7,490 | - | (7,490) | - | - | - |
| | 3,691,622 | 38,447 | (3,808,245) | - | 78,176 | - |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

Prior year

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2024 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 1,593,461 | (49,910) | (107,558) | - | 241,390 | 1,677,383 |
| Capt. HL Grant | 418,363 | 3,162 | (6,469) | - | 38,609 | 453,665 |
| Chesterton Cricket Award | 65,939 | 513 | (4,442) | - | 6,270 | 68,280 |
| Bishop John & Arthur Mort Bursary | 60,788 | 459 | (395) | - | 5,610 | 66,462 |
| Blake Dunbar Music Scholarship | 50,060 | 378 | (325) | - | 4,620 | 54,733 |
| Marston Riley Scholarship | 51,976 | 405 | (2,009) | - | 4,950 | 55,322 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,163 | 929 | (500) | - | - | 29,592 |
| EH Moss Exhibition | 1,031 | 352 | - | - | - | 1,383 |
| Gwynne Jones Exhibition | 753 | 257 | - | - | - | 1,010 |
| Wright Ingle Exhibition | 1,577 | 538 | - | - | - | 2,115 |
| Heath Harrison Exhibition | 32,814 | 691 | - | - | - | 33,505 |
| AR Duff Memorial Fund | 10,722 | 893 | - | - | - | 11,615 |
| James Cox Scholarship | 16,878 | 135 | (1,116) | - | 1,650 | 17,547 |
| CW Nicholls Memorial Fund | 15,622 | - | - | - | 1,749 | 17,371 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | 60,333 | 71,494 | (4,799) | - | - | 127,028 |
| Assisted Places (Bowtell) | 3,030 | - | - | - | - | 3,030 |
| Assisted Places (Hayter) | 92,626 | 31,211 | (31,650) | - | - | 92,187 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| Chapel Sound System | 4,147 | 250 | - | - | - | 4,397 |
| Chapel Organ | 3,130 | - | - | - | - | 3,130 |
| CTM Dunn | - | 23,325 | (23,325) | - | - | - |
| Music Department | 502 | - | - | - | - | 502 |
| Theatre | 2,284 | - | - | - | - | 2,284 |
| Nieper Art Scholarship | 83,512 | - | - | 29,000 | - | 112,512 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,503 | 12,625 | - | - | - | 14,128 |
| House No.5 Fund | 300 | - | - | - | - | 300 |
| Clark Scholarship Award | 242,964 | 5,500 | (40,787) | - | - | 207,677 |
| Rachael Heyhoe Flint Award | 8,000 | - | (2,000) | - | - | 6,000 |
| Hardship | 2,525 | - | - | - | - | 2,525 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2024 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Music School | 20,927 | 15,014 | - | - | - | 35,941 |
| Digitalisation of Archive | 6,348 | 6,630 | - | - | - | 12,978 |
| Cricket Sight Screens | 175 | 5,000 | (5,175) | - | - | - |
| Green Fund | 111,501 | 1,050 | - | - | - | 112,551 |
| South Africa Rugby Tour | 25 | - | - | - | - | 25 |
| Lucy Shepherd | 50 | - | - | - | - | 50 |
| Steinway | - | 17,000 | (17,000) | - | - | - |
| Outdoor Pursuits | - | 15,000 | (14,829) | - | - | 171 |
| Lord Ian MacLaurin Sports Fund | - | 312,500 | - | - | - | 312,500 |
| House 2 | - | 13 | - | - | - | 13 |
| Memorial Library Sixth Form Centre | - | 500 | (500) | - | - | - |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,530 | 76 | - | - | 197 | 3,803 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 2,026 | 86 | - | - | - | 2,112 |
| Toovey Art Prize | 141 | 21 | - | - | - | 162 |
| Berridge Chemistry Prize | 728 | 34 | - | - | - | 762 |
| HW Smith Exhibition | 1,386 | 62 | - | - | - | 1,448 |
| Wheeler Bennett History Prize | 1,226 | 48 | - | - | - | 1,274 |
| James Richford Cricket Prize | 6,414 | 110 | - | - | 287 | 6,811 |
| Photographic Prize | 2,072 | 37 | - | - | 96 | 2,205 |
| RH Farrar Mathematical Prize | 12,458 | 185 | - | - | 481 | 13,124 |
| RWA Manly Backstage Prize | 953 | 11 | - | - | 29 | 993 |
| Prize Funds | 57,212 | 432 | (372) | - | 5,280 | 62,552 |
| RK Blumenau Philosophy Prize | 4,554 | 95 | - | - | (2) | 4,647 |
| Roger Short Prize | 1,350 | - | - | - | (5) | 1,345 |
| RH Cobb Mathematical Prize | 3,885 | 67 | - | - | 175 | 4,127 |
| Matthew Hind Golf Prize | 130 | - | - | - | - | 130 |
| Arvid Pardo Prize | 7,490 | - | - | - | - | 7,490 |
| | <u>3,137,309</u> | <u>477,178</u> | <u>(263,251)</u> | <u>29,000</u> | <u>311,386</u> | <u>3,691,622</u> |

Restricted Endowments (Permanent)

The Centenary Appeal Fund was set up in 1965 to provide a maintenance & improvement fund for the College, with a reserve fund to endow scholarships.

The Capt. H L Grant Fund was set up in 1955 for sons of regular officers in the Royal Artillery, or sons of regular army officers generally, whose circumstances were such that they could not, without assistance, be sent to Malvern. The Bursary must be awarded by the recommendation of the Headmaster and the Chairman of the Malvernian Society Committee. This fund was amalgamated with the EH Moss Exhibition fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Chesterton Cricket Awards' income from the principal sum is to be used to provide an award to a senior school student of Malvern College who is not only a cricketer with outstanding prospects but also has shown acceptable academic standards.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

The Bishop John & Arthur Mort Bursary was set up in 1998 to provide a bursary to fee-paying parents unable to continue paying fees owing to an unforeseen change of circumstances.

The Blake Dunbar Music Scholarship is to be used to encourage a pupil to join the college who has a particular interest in music.

The Marston Riley Scholarship is a general scholarship to be awarded to a pupil as agreed by the Headmaster and Trustees of the Malvernian Society.

The following Restricted Endowments (Permanent) have associated restricted funds:

The Shand-Kydd Special Fund was set up in 1977 to apply grants to Malvern College not related to bricks and mortar or scholarships. Initially grants were made to assist the Malvern Schools and Industry project. Nowadays it is used to support pupils, at the Society's discretion, to participate in overseas language trips and work experiences. From 2020 the College careers department is asked to recommend a pupil to be supported on STEM-based work experience to the value of £300 each year.

The EH Moss Exhibition was set up in 1946, as part of the 'War Memorial Fund'; the parameters for making an award were in order of preference: 1. To the son of an OM, killed in the 2nd World War, with preference for the RAF. 2. To the son of any other deceased OM. 3. To the son of any other OM. 4. Any other boy (sic), who wouldn't otherwise be able to come to the College. This fund was amalgamated with the Capt. HL Grant Fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Gwynne-Jones Exhibition was set up in 1919 to fund awards to former pupils of Malvern College who have gone to the universities of Oxford, Cambridge or to the Royal Military Academy, Woolwich. A preference was made for the intellectual qualifications of the candidate, but also a preference for a No. 2 boy. In 2017 the fund was amalgamated with the Wright-Ingle and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2024 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Wright Ingle Exhibition was set up in 1918, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford, or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne Jones and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2024 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Heath Harrison Exhibition was set up in 1898, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne-Jones and Wright-Ingle Funds to make awards to successful Oxbridge candidates. From 2024 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Alan Duff Memorial Fund was set up in 1989 to help pupils to take part in sporting or other worthwhile scientific or educational activities which they would not otherwise be able to afford.

The James Cox Scholarship was set up in 2003 to fund an award made for all-round excellence (not just academic) to a pupil on entry to The Downs (ex-Hillstone) year 7 (whether from within the Downs or not) tenable for seven years through to the U6.

The Society also manages the following Restricted Funds:

The Colin Nicholls Memorial Fund was set up in 1988 to help pupils to take part in educational trips.

The Running Track Fund is a project not pursued by the College in recent years. The funds are being held until such time as Malvern College wishes to move ahead with the project.

Bursaries/ Assisted Places is income received from the Gryphon Fund that is granted to the college on an annual basis.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

The Bridge Fund is in support of Bridge activities at the College, to promote the game of Bridge amongst pupils and staff.

The Chapel Sound System Fund is to enhance the College Chapel Sound System. This project was part of the 2015 Annual Fund campaign.

The Chapel Organ Fund is to be used for the Chapel organ.

The CTM Dunn Fund was an Assisted Places scheme which aimed to provide financial support to pupils, who might not otherwise be able to come to Malvern.

The Music Department Fund is in support of the Music Department to be used at the discretion of the Head of Department.

Theatre Funds are held for the renovation of Malvern College's Rogers Theatre.

The Richard Nieper Art Scholarship Fund is in memory of Richard Nieper (Old Malvernian) to support an Art Scholarship which is designed to enable Arts candidates to come to Malvern College who may not otherwise be able to do so. To be awarded to pupils who show outstanding talent or potential talent, predominantly in Fine Art. The fund is envisaged to be spent down over a period of ten years.

The Blumenau Lecture Series Fund is to support an annual lecture on European History at the College.

The Golf Facilities Fund is to promote golf at the College.

The George Sayer Fellow Fund was established to recognise George Sayer's inspirational teaching. The Fund is used to allow the English Department to invite writers to the College on an annual basis to work with the pupils.

The Rackets Fund is to promote the playing of rackets at the College.

The House No.5 Fund is for improvements to the house.

The Clark Scholarship Award was created in 2019 in honour of the former Headmaster, Antony Clark. From 2020 the award has been given to an academically strong Sixth Form candidate from a family whose financial circumstances would not normally allow them to consider Malvern. A boarder and a day pupil are chosen in alternate years.

The Rachael Heyhoe Flint Award was created by Ben Flint in memory of his mother. The fund is awarded annually to promising girl cricketers on entry to the College.

Hardship Fund: The Malvernian Society is committed to support parents who have unexpectedly fallen on hard times through no fault of their own and to assist those families whose children would otherwise have to leave Malvern College.

Music School: The Society is supporting the redevelopment of the College's Music School in what is the second phase of the College's Music@Malvern drive – the first one being to become an All-Steinway School.

Digitalisation of Archive: We continue the digitisation of the Malvernian Society archives and are currently in the process of digitising our printed photo materials so that these will be available to OMs and others in the future, via a searchable digital catalogue.

Cricket Sight Screens: The Society supported the purchase of new revolving 'flipper' sight screens for the College's cricket activities. The screens are based on an innovative technology that quickly 'flips' vertical slats from traditional white panels to black, for white-ball matches. This creates a screen that can be used for both limited over and conventional matches, without the need for panels having to be replaced or for the whole screen

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

to be moved.

Green Fund In June 2025, the Malvernian Society launched a new Green Fund through our first ever Green Giving Day, kickstarting Malvern College's journey to carbon net zero by 2050 and driving sustainability initiatives at the College.

South Africa Rugby Tour: A one off donation by an OM to support the tour.

Lucy Shepherd: Prize fund in memory of Ellerslie Old Girl Lucy Shepherd, who sadly died young from a brain aneurysm in 2006, given by her family to establish the annual Lucy Shepherd-Welch Memorial Prize.

The Steinway Fund was to support the College in purchasing instruments to become an "All Steinway School".

The Outdoor Pursuits Fund is to further outdoor pursuits at the College.

The Lord Ian MacLaurin Sports Fund is to support sport at the College, particularly cricket, and to enable a strong cricket performer to come to Malvern College who may not otherwise be able to do so.

The House 2 Fund is for improvements to the house.

The Memorial Library Sixth Form Centre Fund was to support the work in converting the Memorial Library into a new Sixth Form Centre.

Capital Restricted Prize Funds

The Richard Smith Physics Prize is to be awarded annually to the top Physics student in the U6.

Restricted Prize Funds

The following Restricted Endowments (Permanent) Prize Funds have associated Restricted Funds:

The James Greenwood Architecture Prize is a prize for a piece of work by a pupil showing study and understanding of some aspect of Architecture. The work should be concerned with the aesthetics of Architecture and not primarily with social or technical aspects. From 2020 a £300 grant is offered every two years to a pupil nominated by the Head of Art to travel to study architecture (classical or modern).

The Toovey Art Prize is an annual prize for the best sketch or drawing from nature by an art student. In 2020 a one-off £300 grant is awarded to a pupil nominated by the Head of Art to travel to study art (classical or modern).

The Berridge Chemistry Prize is for proficiency in the study of Chemistry. From 2024 £60 is awarded to the candidate with the highest score at Chemistry A level or 1B.

The HW Smith Exhibition is awarded by examination or otherwise to a pupil or pupils in the Classical Fifth Form at the College for excellence in Classical Studies or English Literature, excluding History. To be means-tested at the Headmaster's discretion. Any unspent income to be added to the capital.

The Wheeler Bennett History Prize is awarded for the best essay(s) on European or General, but not English History. From 2024 £100 is awarded to the candidate with the highest score at History A level or 1B.

The James Richford Cricket Prize is awarded to the pupil who has shown the greatest improvement in cricket in the course of the season.

The Photographic Prize is awarded to a pupil for outstanding achievement in Photography.

The RH Farrar Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

22 Restricted funds (continued)

The RW Manly Backstage Prize is awarded to the pupil who has made an outstanding contribution to backstage theatre work.

Prize Funds is an amalgamation of many small prize funds. These prizes are distributed annually.

The RK Blumenau Philosophy Prize is awarded to the most outstanding pupil in Philosophy.

The Roger Short Prize is awarded to pupils submitting the best IB Extended Essay.

The R H Cobb Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The Matthew Hind Golf Prize is awarded to a pupil for outstanding achievement in Golf.

The Arvid Pardo Statistics Prize is awarded to one A level and one IB pupil for outstanding achievement in Statistics.

23 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Balance at 1 August 2024 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2025 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 3,311,145 | 42,597 | (3,412,243) | - | 58,501 | - |

Prior year

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2024 £ |
|------------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 3,024,510 | 87,812 | (15,064) | - | 213,887 | 3,311,145 |
| Memorial Library | - | - | (249,500) | 249,500 | - | - |
| The Grub | - | - | (250,000) | 250,000 | - | - |
| | 3,024,510 | 87,812 | (514,564) | 499,500 | 213,887 | 3,311,145 |

The Scholarship Fund fulfils the purpose of providing grants to Malvern College. It is viewed as a permanent investment, the income from which will be used to fully fund education at Malvern College where circumstances are deserving of the same

The Memorial Library and The Grub designated funds related to the Society's pledged contribution towards those major projects at Malvern College during the summer of 2025.

24 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Fund balances at 31 July 2025 | | | | | |
| Tangible assets | 16,300 | - | - | - | 16,300 |
| Current assets / (liabilities) | (12,953) | - | - | - | (12,953) |
| | 3,347 | - | - | - | 3,347 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2025

Prior year

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2024 | | | | | |
| Tangible assets | 6,681,300 | - | - | - | 6,681,300 |
| Investments | 1,809,148 | 2,527,766 | 2,406,701 | 271,684 | 7,015,299 |
| Current assets / (liabilities) | 1,608,640 | 783,379 | 1,284,921 | 22,222 | 3,699,162 |
| | <u>10,099,088</u> | <u>3,311,145</u> | <u>3,691,622</u> | <u>293,906</u> | <u>17,395,761</u> |

25 Related party transactions

Malvern College

Costs incurred by the College in relation to the Society (including those in relation to staff) were immaterial so were not charged (2024: £350,000, which represented a gift in kind from the College).

No donations (2024: £747,655) were made by the Society to the School during the year – see note 8 for more details.

Assets totalling £17,674,577 were gifted to the College during the year. These comprised tangible fixed assets, investments, and cash.

26 Cash used in operations

| | 2025 £ | 2024 £ |
|--|--------------------|------------------|
| Net (expenditure) / income for the year | (17,392,414) | 584,674 |
| Adjustments for: | | |
| Investment income recognised in profit or loss | (157,772) | (296,601) |
| Fair value gains on investments | (145,621) | (586,885) |
| Gift of fixed assets to Malvern College | 6,665,000 | - |
| Gift of investments to Malvern College | 7,160,920 | - |
| Movements in working capital: | | |
| Decrease / (increase) in stocks | 20,823 | (6,825) |
| Decrease in debtors | 95,106 | 89,728 |
| (Decrease) / increase in creditors | (2,045) | 1,352 |
| Cash used in operations | <u>(3,756,003)</u> | <u>(214,557)</u> |

27 Analysis of changes in net funds

The Society had no debt during the year.

THE MALVERNIAN SOCIETY LIMITED

England & Wales - Charity number 527573

Accounts

Registered Charity Number: 527573

Registered Company Number: 00213672

MALVERNIAN SOCIETY LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2024



MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION FOR THE YEAR ENDED 31 JULY 2024

The organisation is a charitable company limited by guarantee, incorporated on 30 April 1926 and registered as a charity on 1 November 1963.

Directors:

Trustees who are Directors for the purpose of company law and Trustees for the purpose of charity law, are as follows:

| | | |
|--------------------|----------------|----------------------------------|
| President: | T D Straker KC | (Elected 03/24) |
| Chairman: | T D Straker KC | (03/24 – 03/27) |
| Elected: | A S Afolabi | (03/23 – 03/26) |
| | J C F Barwell | (03/23 – 03/26) |
| | M Edwards | (03/24 – 03/27) |
| | C Fairchild | (06/18 – 06/24) |
| | J M J Havard | (03/24 – 03/27) |
| | A R Higgins | (03/24 – 03/27) |
| | W Maguire | (11/21 – 02/25) |
| | R Connell | (03/23 – 03/26) |
| | S Hooper | (03/23 – 03/26) |
| Ex-Officio: | A K Metcalfe | (Headmaster from 01/04/19) |
| Nominated: | J J W E Major | (nominated by Common Room 03/23) |

| | |
|-------------------------|--------------------------------|
| Vice-Presidents: | H C K Carson |
| | P J Cartwright |
| | A R Clark |
| | R de C Chapman |
| | M C Frayn |
| | P C U Jagger |
| | Lord Maclaurin of Knebworth DL |
| | H M Robinson |
| | J A Staniforth |

Clerk to the Trustees: R A M Breare

Secretary: R A M Breare

Charity number: 527573

Company number: 00213672

Other names: The Society reserves the right to use the title "The Malvern College Foundation"

MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

| | |
|---|---|
| Registered & Principal Office: | Malvern College College Road Malvern Worcestershire WR14 3DF |
| Independent Auditor: | Crowe U.K. LLP 4th Floor, St James House St James Square Cheltenham Gloucestershire GL50 3PR |
| Bankers: | Lloyds Bank 48 Belle Vue Terrace Malvern Worcestershire WR14 4QG CCLA Investment Management Ltd Senator House 85 Queen Victoria Street London EC4V 4ET |
| Solicitors: | Pinsent Masons LLP 30 Crown Place Earl Street London EC2A 4ES |
| Investment advisors: | Sarasin & Partners LLP Juxon House 11 St. Paul's Churchyard London EC4M 8BU |

MALVERNIAN SOCIETY LIMITED

CONTENTS

| | Page |
|---|-------------|
| Trustees' report | 1 – 7 |
| Independent auditor's report | 8 – 10 |
| Statement of financial activities | 11 – 12 |
| Balance sheet | 13 |
| Statement of cash flows | 14 |
| Notes to the accounts | 15 – 33 |

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 JULY 2024

The Board of Trustees is pleased to present its report together with the audited Financial Statements of the charitable company for the year ended 31 July 2024.

The Malvernian Society Limited is a charitable company limited by guarantee. The charity number, company number, present Trustees (being Directors of the Company) and advisors are provided on the Legal and Administrative Information page.

The Trustees are also Directors for the purpose of company law.

Objectives and activities

The charitable company's objects are primarily to:

Promote the work, and assist in the carrying on, of education at Malvern College or similar establishments, and,

Assist in cases of need, for training, entry into any profession or trade, or to pursue research work or take postgraduate courses.

In furtherance of these objectives, income received from capital projects, investments and donations is applied in making grants mainly to Malvern College for Scholarships, Exhibitions, Bursaries/Assisted Places, Sports Awards and items of educational equipment, and to a very minor degree to individual pupils and former pupils undertaking training projects.

On an exceptional basis, the proceeds of asset sales may be granted to Malvern College from Unrestricted Funds for building purposes. The Society aims to assist the College in the short, medium and long term.

In setting out to achieve our aims, the Society carries out two primary activities in close co-operation with the staff at Malvern College:

1. Developing alumni events, communications, and contact plans, which are intended to broaden and deepen the understanding of the benefits of Malvern College UK and its international schools to previous and existing pupils, and to increase the affinity to Malvern College and the Malvernian Society of Old Malvernians and other constituents.
2. Supporting fundraising activities in support of the College with special focus on alumni and other Friends of Malvern College, such as current parents and parents of former pupils.

Following review of the overall strategy of the Malvern College Family of Schools, on 21 October 2024 the Trustees of the Society approved the transfer by gift of the Society's tangible assets and investments to the College. The transfers took place within October and November. The Society will continue to accept donations and legacies.

Principal funding sources

Income sources include regular and single gifts and legacies, sale of merchandise, rental income and income generated from investments. These are all clearly laid out in the accompanying accounts.

Public Benefit

The Trustees of the Malvernian Society confirm that they have complied with the duty of Section 17 of the Charities Act 2011 to have due regard to the most recent public benefit guidance published by the Charity Commission. The significant activities undertaken to carry out our aims for the public benefit are detailed below.

The principal object of the Malvernian Society is to support Malvern College and its alumni. As such the Society makes a significant annual financial contribution to all the areas of public benefit undertaken by the College, a separate charity. In this regard the Society contributes regularly to Malvern College capital building projects. These facilities are then made available, on occasion, for public use and for the College's outreach services. An example of this is the Science Centre, which has been used to hold 'science exhibition and practical experience' days for local schools. Similarly, the Sports Complex provides much needed indoor sports, fitness and leisure facilities for

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

the local Malvern community. The most recent project, the refurbished Rogers Theatre is also available to local schools and organisations for free or at a reduced rate.

The Society cites the following examples of direct public benefit from its activities:

1. The Trustees of the Society manage its Restricted and Unrestricted Funds, accumulated since the Society's foundation in 1895, to provide Scholarships, Bursaries and Assisted Places at Malvern College for talented boys and girls, who the College decides would benefit considerably from a College education, and whose parents would not otherwise be able to afford the school fees. In this way the Society encourages wider access to the outstanding educational opportunities provided by Malvern College to children from a broad spectrum of society. Information about the use of the Society's Funds is contained in its Annual Report and Accounts.
2. The Society offers its Club Room in the College, at no cost, to local organisations in need of a meeting place for their organising Committees. Examples are the 'Malvern Association for the Visually Impaired' and the Malvern Hills branch of the Fine Arts Society.
3. The Society welcomes Friends and members of the public to attend Malvernian Society lectures at the College.

The Society underwrites and subsidises many events throughout the year and throughout the world for the benefit of Old Malvernians and 'Friends' of Malvern College (see below).

Achievements and performance

The Malvernian Society, Malvern College's philanthropy arm, is fortunate to receive ongoing financial support from a range of donors, including Old Malvernians/Alumni, current and former parents, and other Friends of Malvern College. These philanthropic gifts enable the Society to fulfil its charitable objects and to support Malvern College with its strategic plans.

We continue to be in touch with 'cornerstone' prospective donors, who we believe have the capacity to support the Malvernian Society in a substantial way. Planned legacy giving also remains a crucial part of our work, resulting in an all-time high of legacies under management.

As the Engagement arm of the Malvernian Society continues to deliver on our promise that a relationship with Malvern College is for life, a vibrant events programme was delivered with some new initiatives.

We are proud of our truly international community, with Old Malvernians and Ellerslie Old Girls living in 92 countries, across six continents. The Society is continually working to create opportunities for our global alumni and the Headmaster and Malvernian Society team visited Milan in November 2023 where they hosted 33 OMs and parents at a reception. The aim is to ensure our overseas alumni continue to feel connected to the College wherever they are located and, to that end, the Society also encourages in-country gatherings.

We keep connected with our alumni through digital communications – social media channels, website, and email – as well as events and reunions, and our professional networking website, OM Connect.

This year has seen a fantastic selection of events delivered by the Malvernian Society. There was a good show for reunions including School House, 10 Years, 50 Years and No.2. Commemoration entered its third year in its new format with the AGM, Chapel, Lunch and fiercely fought OM matches against the College.

A particularly enjoyable highlight was the return of Dominic Sandbrook (1.88-93) who delivered the Ralph Blumenau Lecture in May. His subject was 'Britain's Top 10 Prime Ministers', choosing Sir Robert Walpole as his number one.

In addition to our social events, OMs continue to give their time to Malvern College, with 12 OMs returning to inspire pupils at the annual Careers Evening. Many more OMs have offered their time to support pupils with careers advice outside the Careers Evening.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

We remain grateful for the help and support OMs, EOGs and parents give to the Society and College. What is clear through our engagement efforts, is the affiliation alumni feel with the College; their warmth and affection is all-encompassing and something the Society seeks to capitalise on through its fundraising efforts.

The 12 clubs and societies within the Malvernian Society have had a busy year.

Highlights included

- The OMCGC enjoyed the privilege of hosting the Rackets Professional Singles and Doubles in February at Malvern College. Ben Bomford (7.92-97) and Ryan Tulley (2.95-00) progressed to the semi-final, with Ben taking the win this time to set up a final against the current world champion.
- September saw the Real Tennis annual Ron Hughes Memorial Match at Moreton Morell Tennis Club.
- Shinan Chang (8.09-14) competed in both the National and European Championships for Fives.
- The OMCC team were the winners of the prestigious Nicholson Cricketer Cup when they took on historic rivals, Old Tonbridgians, in the final at Arundel Castle.
- The OMFFC had a successful first year with Malvernians picking up their rods and getting involved in the newly established Fly-Fishing Club. To encourage the next generation of anglers, club members met with pupils for a day of fishing at a local trout lake.
- The OMRC celebrated the 40th anniversary of Malvern's shooting team winning the prestigious Ashburton Shield when the club met at Bisley for the annual Veterans' Match.
- The Women's Hockey team were runners-up in the Dean Close Sixes tournament.
- The OMRFC are going from strength to strength with an elite and social team and took part in the Bromsgrove and Oxford 7s.
- The OMGS headed to London to attend the Halford Hewitt Centenary Dinner at the Grosvenor House Hotel with 798 golfers in attendance, representing 64 independent schools.

A calendar highlight was the second OM Club Dinner, held at the Caledonian Club in London in February. The evening was attended by nearly 100 OMs, with several OM Clubs represented. Our Guest Speaker for the occasion was David Nash (7.94-96) former professional cricketer and entrepreneur who gave a highly entertaining after dinner speech.

Fundraising

The Malvernian Society is registered with the Fundraising Regulator. There have been no issues of non-compliance nor any complaints in 2023-24. The Society has an Ethical Fundraising Policy and complies with the Fundraising Code 1.2 General Principles e)ii) relating to vulnerable people and with the 'Treating Donors' Fairly' Guidance issued by the Institute of Fundraising. We monitor our fundraising activity by making 'Legitimate Interest Assessment' in terms of GDPR and using, for example Due Diligence intermediaries.

Financial review

As noted within the Future Plans section below, the Trustees of the Society have approved the transfer by gift of the Society's tangible assets and investments to the College, which took place after the year-end. The Society will continue to operate and accept donations and legacies. The Trustees have a reasonable expectation that the charity will continue in existence for the foreseeable future and have, therefore, used the going concern basis in preparing the financial statements.

Income during the year was £1,160,108 (2023 - £1,089,888), including gifts in kind from Malvern College amounting to £350,000 (2023: £350,000), in respect of staff time and other resources used by the Society for the benefit of the College. Total expenditure was £1,162,319 (2023 - £663,540), of which grants awarded to the College amounted to £742,275 (2023 - £249,339); thereby continuing our support to the College. There was a profit on investments during the year of £586,885 (2023 – loss of £135,147). This resulted in net income of £584,674 in 2023-24 (2022-23 – £291,201).

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

The company follows accounting guidelines on the present market value of property, which resulted in an increase of £60,000 (2023 – decrease of £70,000). Including the profit on investments of £586,885 (2023 – loss of £135,147), total funds increased to £17,395,761 (2023 - £16,751,087).

We have continued to support the College in other areas of fundraising, such as with the Malvernian Society Assisted Places Scheme, to help attract talented students who otherwise would not be able to come to the College. A specific allocation of £3,311,145 (2023 - £3,024,510) is held in a designated fund for this purpose. The Society has been able to use some long-standing restricted funds to support students in taking full advantage of the opportunities offered at Malvern College, such as help towards the cost of sports tours and expeditions.

As noted elsewhere, in 2024-25 the funds currently within the Society will be held within Malvern College. The College will continue to review the funds and consolidate where possible, to facilitate a modernisation of the support criteria. In some cases we have found it increasingly challenging to make awards from specific funds due to the onerous, historic criteria. It is intended that this will enable the College to expand the level of support to a wider demographic.

Total reserves at 31 July 2024 amounted to £17,395,761 (2023 - £16,751,087). Of this, £293,906 (2023 - £271,051) is permanently endowed, £3,691,622 (2023 - £3,137,309) is restricted in nature, £3,311,145 (2023 - £3,024,510) has been designated by the trustees for specific purposes (as described in the notes to the accounts) leaving £10,099,088 (2023 - £10,318,217) as general reserves. Of the general reserves, after making due allowance for that amount that could only be realised upon the sale of tangible fixed assets or investments, £1,608,640 (2023 - £1,936,670) is freely available for use by the Society.

Reserves Policy

Although operating costs, including staffing requirements, are now borne by Malvern College, recently as a Gift in Kind to the Society, we have still been committed to maintaining a practical working balance of Free Reserves consistent with these operating costs and our ability to have available funds to support shorter term College requirements. The Reserves Policy has allowed us to achieve a minimum balance as required by current accounting regulations. The Trustees determined a policy of maintaining one year's equivalent of operating costs, as referred to above, plus £50,000 (representing one year of Designated and Committed Funds to the College) as being a sensible level of reserves to keep readily available without causing interference to our aims. The level of reserves required was £400,000. Following the transfer of assets to the College after the year-end, the required level of reserves will be reviewed by the College as part of its own policy.

An analysis of reserves is given in the Financial Review section of this report and at 31 July 2024, free reserves (that is those reserves not represented by restricted funds or tangible fixed assets) were £6,728,933 (this includes designated funds of £3,311,145). The level of free reserves was in excess of the reserves policy of £400,000, which was therefore available for the fulfilment of the Society's charitable aims. As a grant making charity, the Society relies on its investments (which are unrestricted in nature) to generate investment income which allows this.

Investment Policy

The Society has adopted a cautious investment policy in order to preserve funds for both immediate and future use, as directed by donors. Our annual disbursement plan was aimed to support important College initiatives and in future to increasingly support the Assisted Places Scheme. The majority of our funds are placed with the leading London Investment provider Sarasin & Partners, and within their generalised and cautious fund, named 'The Alpha Common Investment Fund'. These funds were transferred to Malvern College after the year-end.

The trustees are confident with the policy adopted and investments have increased in value this year by £586,885 (2023 – decreased by £135,147). The dividends and interest received amounted to £234,751 (2023 - £194,679). This is a net surplus position of £821,636 (2023 – £59,532). Following the transfer to the College after the year-end, the College will continue to work closely with the investment managers.

Plans for Future Periods

Our fundraising priorities for the year ahead are as follows:

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Transformational Bursaries (formerly Assisted Places)

Our goal is to raise an endowment fund capable of funding 10 pupils on 110% support in perpetuity and therefore to raise at least £15 million for 10 new, fully-funded Transformational Bursaries over the next 10 years. This is just our immediate ambition; the vision of the College's Headmaster and Senior Management Team goes much beyond that.

Long-term, we want Malvern College to be a place where any able and talented pupil can come, regardless of their financial background.

Sustainability

A recent new fundraising focus has been the creation of a new 'Green Fund', to assist the College with various new sustainability initiatives going forwards. We believe that the fund will attract a considerable amount of support, also given that a substantial number of our Alumni and other stakeholders work in the field of sustainability.

Music School Project

We continue to fundraise for the College's Music School project which will aim to create:

- Sound attenuation between practice rooms and other areas of the building
- Easily controllable heating
- A permanent home for our new Steinway pianos
- 'Zoned' learning and practice areas for greatly optimised use by our pupils, teachers and visitors

The Music School Project is the second phase of our overall 'Music @ Malvern' initiative – the first one being the acquisition of our 'All-Steinway School' status.

Both the Society and Malvern College are extremely grateful to all Old Malvernians, parents and Friends of the College who support the Society financially, whether through immediate philanthropic gifts or through their legacy planning.

Looking ahead:

1. Continue to develop face-to-face events so more OMs and EOGs wherever they are in the world are encouraged to meet in person, whether formally or informally
2. Complete the work to improve our digital presence including new website and transfer the professional networking platform to LinkedIn
3. Complete the updating of OM merchandise offer
4. Complete digitisation of the Archive which will allow us to celebrate the heritage of Malvern College more widely across the community

Following review of the overall strategy of the Malvern College Family of Schools, on 21 October 2024 the Trustees of the Society approved the transfer by gift of the Society's tangible assets and investments to the College. The transfers took place within October and November. The Society will continue to accept donations and legacies.

Structure, governance and management

The Society is a company limited by guarantee. It was incorporated on 30 April 1926 and is governed by its Memorandum and Articles of Association. It was registered as a charity on 1 November 1963.

The Board of Trustees is responsible for directing the business of the Society. Day-to-day business is managed by the Operations Director. This falls under the remit of the College's Chief Operating Officer, who reports directly to the Board of Trustees.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

All the elected and nominated Trustees of the Board serve a three-year term unless otherwise indicated below. Most Trustees are elected at the Annual General meeting but others are nominated by other groups associated with Malvern College. The categories and method of appointment of Trustees are:

1. The President
 2. Up to nine Trustees who retire on a rotational basis, except that the Board of Trustees may co-opt a member of the Society to fill a casual vacancy until the next AGM
 3. Two Trustees nominated by the Council of Malvern College
 4. The Head of Malvern College, who is a member ex-officio
 5. One Trustee nominated by the Common Room of the Senior School of Malvern College
 6. Up to two Trustees who are parents of pupils in the Senior School of Malvern College, who are nominated by the Parents' Forum
 7. Vice-Presidents who, once elected, hold office for life but are non-voting Trustees
- The Chairman of the Board of Trustees is one of the nine elected Trustees.

Once elected the trustees receive training and guidance on the role and responsibility of a trustee from the Board through a prepared Trustee Briefing Pack which includes information about the Society (legal form, history and current material) and guidance from the Charity Commission on the role of a trustee and other best practice issues. At other times regular updates are provided for all trustees.

Responsibilities of the Trustees

The Trustees carry out regular reviews of Malvernian Society plans and activities through official Trustee meetings held in March, June and November each year and through informal contact between meetings, usually either in Malvern or London. Since March 2020 Trustees have become used to meeting via Zoom or Teams. It is the aim of Trustees to add comments and direction to the Operations Director and Chairman of Trustees, with a view to ensuring good practice and effective fund management and disbursement, according to our aims and objectives.

Where a subject of particular focus needs attention, such as the Property Portfolio or our Investment oversight, then a sub-committee is typically formed which can spend additional time to research and propose action to the Trustees as a whole.

Responsibilities of the Malvernian Society Staff

As at 31 July 2021, 5 members of staff TUPE transferred from the Malvernian Society to Malvern College. Associated costs are incurred by the College as a gift in kind.

These staff carry out all day-to-day activities according to the priorities for the year, and in close association with the senior personnel of the College, such as the Headmaster, the Chief Operating Officer, the Finance Director, the Director of Marketing & Admissions and the Chairman of College Council.

Related Parties and Conflicts of Interests

The Board of Trustees has adopted an appropriate and comprehensive policy to identify all transactions with related parties or other transactions which might involve any conflict of interest. See note 25 for more details on related party transactions.

Risk Management Statement

The Board of Trustees has identified the major risks facing the Society. A Risk Management Register is maintained and the risks highlighted are reviewed regularly by the Operations Director to ensure that they do not pose a threat to the Society. The Register is reviewed at least annually by Trustees.

Risks are categorised as either strategic, operational, financial or compliance. The key risks identified under these headings are the impact on fundraising of economic factors, loss of those key personnel employed by Malvern College that work on the Society's activities, and stock market volatility. Steps are taken to mitigate these risks through establishing clear roles, responsibilities and reporting lines within the Society, effective communication and through on-going monitoring.

Auditor

Crowe U.K. LLP is the appointed auditor for the year ended 31 July 2024.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Disclosure of information to auditor

Each Trustee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Statement of Trustees' Responsibilities

The Trustees, who are also the directors of Malvernian Society Limited for the purpose of company law, are responsible for preparing the Trustees' 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 which give a true and fair view of the state of affairs of the Society 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 (FRS 102) (effective 1 January 2019);
- 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 Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.



T D Straker (Chairman of the Malvernian Society)

on behalf of the Trustees

9 November 2024

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED

Opinion

We have audited the financial statements of the Malvernian Society Limited for the year ended 31 July 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustees are responsible for the other information contained within the annual report. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the 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 directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or 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 and proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 7, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and under the Companies Act 2006 and report in accordance with the Acts 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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

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 identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act 2011 with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context were General Data Protection Regulation (GDPR), Anti-Fraud, Bribery and Corruption Legislation.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the override of controls by management. Our audit procedures to respond to these risks included enquiries of management and the Board about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 auditor's 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 and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Guy Biggin (Senior Statutory Auditor)

for and on behalf of

Crowe U.K. LLP

Statutory Auditor

4th Floor, St James' House, St James' Square, Cheltenham, Gloucestershire GL50 3PR

Date: 17 December 2024

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) FOR THE YEAR ENDED 31 JULY 2024

| | Notes | Unrestricted funds general 2024 £ | Unrestricted funds designated 2024 £ | Restricted funds 2024 £ | Endowment funds 2024 £ | Total 2024 £ | Total 2023 £ |
|--|-----------|-----------------------------------|--------------------------------------|-------------------------|------------------------|-------------------|-------------------|
| Income from: | | | | | | | |
| Donations & legacies | 3 | 407,483 | - | 444,633 | - | 852,116 | 822,636 |
| Other trading activities | 4 | 11,391 | - | - | - | 11,391 | 11,075 |
| Investments | 5 | 175,217 | 87,812 | 32,545 | 1,027 | 296,601 | 256,177 |
| Total income and endowments | | 594,091 | 87,812 | 477,178 | 1,027 | 1,160,108 | 1,089,888 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 1,883 | 15,064 | 20,476 | 883 | 38,306 | 38,090 |
| Charitable activities | 7 | 381,738 | 499,500 | 242,775 | - | 1,124,013 | 625,450 |
| Total expenditure | | 383,621 | 514,564 | 263,251 | 883 | 1,162,319 | 663,540 |
| Net gains / (losses) on investments | 12 | 38,901 | 213,887 | 311,386 | 22,711 | 586,885 | (135,147) |
| Net income before transfers | | 249,371 | (212,865) | 525,313 | 22,855 | 584,674 | 291,201 |
| Gross transfers between funds | 13 | (528,500) | 499,500 | 29,000 | - | - | - |
| Net (expenditure) / income | | (279,129) | 286,635 | 554,313 | 22,855 | 584,674 | 291,201 |
| Other recognised gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | 60,000 | - | - | - | 60,000 | (70,000) |
| Net movement in funds | | (219,129) | 286,635 | 554,313 | 22,855 | 644,674 | 221,201 |
| Fund balances at 1 August 2023 | 24 | 10,318,217 | 3,024,510 | 3,137,309 | 271,051 | 16,751,087 | 16,529,886 |
| Fund balances at 31 July 2024 | 24 | 10,099,088 | 3,311,145 | 3,691,622 | 293,906 | 17,395,761 | 16,751,087 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Prior financial year

| | Notes | Unrestricted funds general 2023 £ | Unrestricted funds designated 2023 £ | Restricted funds 2023 £ | Endowment funds 2023 £ | Total 2023 £ |
|--|-----------|---|--|-------------------------------|------------------------------|--------------------|
| Income from: | | | | | | |
| Donations & legacies | 3 | 388,902 | - | 433,734 | - | 822,636 |
| Other trading activities | 4 | 11,075 | - | - | - | 11,075 |
| Investments | 5 | 138,995 | 83,879 | 32,285 | 1,018 | 256,177 |
| Total income and endowments | | 538,972 | 83,879 | 466,019 | 1,018 | 1,089,888 |
| Expenditure on: | | | | | | |
| Raising funds | 6 | 1,873 | 14,979 | 20,360 | 878 | 38,090 |
| Charitable activities | 7 | 378,115 | - | 247,335 | - | 625,450 |
| Total expenditure | | 379,988 | 14,979 | 267,695 | 878 | 663,540 |
| Net gains on investments | 12 | (11,471) | (49,793) | (68,479) | (5,404) | (135,147) |
| Net income / (expenditure) before transfers | | 147,513 | 19,107 | 129,845 | (5,264) | 291,201 |
| Gross transfers between funds | 13 | - | - | - | - | - |
| Net income / (expenditure) | | 147,513 | 19,107 | 129,845 | (5,264) | 291,201 |
| Other recognised gains and losses | | | | | | |
| Revaluation of tangible fixed assets | 15 | (70,000) | - | - | - | (70,000) |
| Net movement in funds | | 77,513 | 19,107 | 129,845 | (5,264) | 221,201 |
| Fund balances at 1 August 2022 | | 10,240,704 | 3,005,403 | 3,007,464 | 276,315 | 16,529,886 |
| Fund balances at 31 July 2023 | 24 | 10,318,217 | 3,024,510 | 3,137,309 | 271,051 | 16,751,087 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 33 form part of these financial statements.

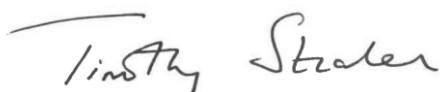
MALVERNIAN SOCIETY LIMITED

BALANCE SHEET AS AT 31 JULY 2024

| | Notes | 2024 | | 2023 | |
|---|-------|------------------|-------------------|------------------|-------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 14 | | 6,681,300 | | 6,611,300 |
| Investments | 16 | | 7,015,299 | | 6,428,414 |
| | | | <u>13,696,599</u> | | <u>13,039,714</u> |
| Current assets | | | | | |
| Stocks | 18 | 20,823 | | 13,998 | |
| Debtors | 19 | 106,033 | | 195,761 | |
| Cash at bank and in hand | | 3,598,231 | | 3,526,187 | |
| | | <u>3,725,087</u> | | <u>3,735,946</u> | |
| Creditors: amounts falling due within one year | 20 | <u>(25,925)</u> | | <u>(24,573)</u> | |
| Net current assets | | | <u>3,699,162</u> | | <u>3,711,373</u> |
| Total assets less current liabilities | | | <u>17,395,761</u> | | <u>16,751,087</u> |
| Capital funds | | | | | |
| <u>Endowment funds</u> | 21 | | 293,906 | | 271,051 |
| <u>Restricted funds</u> | | | | | |
| General restricted funds | 22 | | 3,691,622 | | 3,137,309 |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 23 | 3,311,145 | | 3,024,510 | |
| General unrestricted funds | | 3,474,683 | | 3,753,812 | |
| Revaluation reserve | 15 | <u>6,624,405</u> | | <u>6,564,405</u> | |
| | | | <u>13,410,233</u> | | <u>13,342,727</u> |
| | 24 | | <u>17,395,761</u> | | <u>16,751,087</u> |

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 9 November 2024.



T D Straker, Chairman
Company Registration No. 00213672

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 JULY 2024

| | Notes | 2024 | | 2023 | |
|--|-------|----------------|------------------|----------------|------------------|
| | | £ | £ | £ | £ |
| Cash flows from operating activities | | | | | |
| Cash used in operations | 26 | | (214,557) | | (35,092) |
| Investing activities | | | | | |
| Donation of tangible fixed assets | | (10,000) | | - | |
| Investment income and rental income received | | <u>296,601</u> | | <u>256,177</u> | |
| Net cash provided by investing activities | | | <u>286,601</u> | | <u>256,177</u> |
| Net increase in cash and cash equivalents | | | <u>72,044</u> | | <u>221,085</u> |
| Cash and cash equivalents at beginning of year | | | 3,526,187 | | 3,305,102 |
| Cash and cash equivalents at end of year | | | <u>3,598,231</u> | | <u>3,526,187</u> |

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies

Company information

The Malvernian Society Limited, charity number 527573 and company number 00213672, is a charity and private company limited by guarantee incorporated in England and Wales. The company is registered in England and its registered office is Malvern College, Malvern, Worcestershire, WR14 3DF.

Accounting convention

The financial statements have been prepared in accordance with the Society's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 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 Society is a Public Benefit Entity as defined by FRS 102.

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

As noted above, the Trustees of the Society have approved the transfer by gift of the Society's tangible assets and investments to the College, which took place after the year-end. The Society will continue to operate and accept donations and legacies. At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity will continue in existence for the foreseeable future and have, therefore, used the going concern basis in preparing the financial statements.

Charitable funds

Unrestricted funds can be used in accordance with the charitable objects of the Society at the discretion of the Trustees.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for scholarships.

Restricted funds are to be used for specific purposes as specified by the donors.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donors.

Income

Income is recognised when the Society is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Society has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income except donations and legacies, are included on a receivable basis, i.e. they are recognised in the period in which they are receivable, e.g. rental income.

Income from listed investments are included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the income being payable.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Society has sufficient evidence that a gift has been left to it (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy is recognised when it is probable that it will be

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies (continued)

received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Society, can be reliably measured. Recognition is therefore made on the production of estate accounts.

In a small number of cases, for small legacies, estate accounts cannot be obtained. In this situation recognition is made when the receipt of the income is certain.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at valuation.

Freehold land and buildings are revalued to market value annually and any revaluation surplus or deficit is recognised in the statement of financial activities.

Donated assets classified as collectables are held at valuation. The value is reviewed on an annual basis. As a consequence of the regular revaluation policy, depreciation is not charged on tangible fixed assets.

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.

Investments

Fixed asset investments are re-measured to market value at each Balance Sheet date. Gains and losses on re-measurement are recognised in the statement of financial activities for the period.

Impairment of fixed assets

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income / (expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost comprises purchase price and net realisable value is the estimated selling price.

Net realisable value is the estimated selling price less all estimated to be incurred in marketing, selling and distribution.

Debtors

Short term debtors are measured at transaction price, less any impairment.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

1 Accounting policies (continued)

Cash and cash equivalents

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

Financial instruments

The Society 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 Society's balance sheet when the Society becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade debtors, other debtors, accrued income and cash and bank balances, are measured at transaction price including transaction costs 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.

Basic financial liabilities

Basic financial liabilities, including trade creditors, other creditors and accruals are initially recognised at transaction price.

Derecognition of financial liabilities

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

Trade creditors

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 at transaction price and settlement amount.

Pension costs

In the prior year the Society made payments to pension schemes operated by Malvern College with fixed contributions being paid into these schemes by the Society. Once the payments had been made the Society had no further payment obligations.

The contributions were recognised as an expense in the Statement of Financial Activities when they fell due. Amounts not paid were shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Society in independently administered funds.

2 Critical accounting estimates and judgements

In the application of the Society'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 Society carries its freehold land and buildings at fair value, with changes in fair value being recognised in the SOFA. Fair value is determined by independent valuation specialists as stated in note 14.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

3 Donations and legacies

| | Unrestricted funds general 2024 £ | Restricted funds 2024 £ | Endowment funds 2024 £ | Total 2024 £ | Total 2023 £ |
|----------------------------|---|----------------------------------|---------------------------------|--------------------|--------------------|
| Donations and gifts | 404,983 | 517,112 | - | 922,095 | 592,331 |
| Legacies receivable | 2,500 | (72,479) | - | (69,979) | 230,305 |
| | <u>407,483</u> | <u>444,633</u> | <u>-</u> | <u>852,116</u> | <u>822,636</u> |
| Donations and gifts | | | | | |
| Donations | 395,358 | 445,904 | - | 841,262 | 570,108 |
| Tax recoverable | 9,625 | 71,208 | - | 80,833 | 22,223 |
| | <u>404,983</u> | <u>517,112</u> | <u>-</u> | <u>922,095</u> | <u>592,331</u> |
| Year ended 31 July 2023 | <u>374,576</u> | <u>217,755</u> | <u>-</u> | <u>592,331</u> | |

In 2023 a legacy was accounted for on the basis of estate accounts prepared by solicitors, which were subsequently found to be incorrect. The reduction based on the correct estate accounts has resulted in a negative legacies amount within the year.

4 Other trading activities

| | Unrestricted funds general 2024 £ | Unrestricted funds general 2023 £ |
|------------|---|---|
| OM Trading | <u>11,391</u> | <u>11,075</u> |

5 Investments

| | Unrestricted funds general 2024 £ | Unrestricted funds designated 2024 £ | Restricted funds 2024 £ | Endowment funds 2024 £ | Total 2024 £ | Total 2023 £ |
|--------------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Rental income | 19,500 | - | - | - | 19,500 | 19,500 |
| Income from listed investments | 113,184 | 70,296 | 8,738 | - | 192,218 | 178,542 |
| Investment management credits | - | 17,516 | 23,807 | 1,027 | 42,350 | 41,998 |
| Interest receivable | 42,533 | - | - | - | 42,533 | 16,137 |
| | <u>175,217</u> | <u>87,812</u> | <u>32,545</u> | <u>1,027</u> | <u>296,601</u> | <u>256,177</u> |
| Year ended 31 July 2023 | <u>138,995</u> | <u>83,879</u> | <u>32,285</u> | <u>1,018</u> | <u>256,177</u> | |

6 Raising funds

| | Unrestricted funds general 2024 £ | Unrestricted funds designated 2024 £ | Restricted funds 2024 £ | Endowment funds 2024 £ | Total 2024 £ | Total 2023 £ |
|-------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Investment management | <u>1,883</u> | <u>15,064</u> | <u>20,476</u> | <u>883</u> | <u>38,306</u> | <u>38,090</u> |
| Year ended 31 July 2023 | <u>1,873</u> | <u>14,979</u> | <u>20,360</u> | <u>878</u> | <u>38,090</u> | |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

7 Charitable activities

| | 2024 £ | 2023 £ |
|---|------------------|----------------|
| Postage | 23 | (23) |
| Printing and stationery | 762 | (6) |
| Events | 22,000 | 22,003 |
| | <u>22,785</u> | <u>21,974</u> |
| Grant funding of activities (see note 8) | 747,155 | 249,339 |
| Share of support costs (see note 9) | 343,903 | 339,969 |
| Share of governance costs (see note 9) | 10,170 | 14,168 |
| | <u>1,124,013</u> | <u>625,450</u> |
| Analysis by fund | | |
| Unrestricted funds - general | 381,738 | 378,115 |
| Unrestricted funds - designated - grant funding expenditure | 499,500 | - |
| Restricted funds - grant funding expenditure | 242,775 | 247,335 |
| | <u>1,124,013</u> | <u>625,450</u> |

8 Grants payable

| | 2024 £ | 2023 £ |
|---------------------------------------|----------------|----------------|
| Grants to institutions: | | |
| Unrestricted | | |
| Malvern College - Defibrillator | | 1,004 |
| Malvern College - Sport | | 1,000 |
| Malvern College - Volunteering | 500 | - |
| OM Clubs | 4,380 | - |
| Restricted | | |
| Malvern College Centenary Appeal Fund | 91,800 | 83,850 |
| Assisted Places | 4,799 | 8,402 |
| Assisted Places (Hayter) | 31,650 | 30,000 |
| The Capt. H L Grant Fund | 3,750 | - |
| Marston-Riley Scholarship | 1,660 | 1,660 |
| CTM Dunn | 23,325 | 21,480 |
| Shand-Kydd Special Fund | 500 | 500 |
| Chesterton Cricket Award | 4,000 | 2,000 |
| Steinway | 17,000 | - |
| James Cox Scholarship | 1,000 | 1,000 |
| Assisted Places (Bowtell) | - | 20,000 |
| Rachael Heyhoe-Flint | 2,000 | 2,000 |
| Rackets | - | 500 |
| Clark Scholarship | 40,787 | 74,843 |
| Dubai Cricket Tour | - | 1,000 |
| South Africa Rugby Tour | - | 100 |
| Cricket Sight Screens | 5,175 | - |
| Outdoor Pursuits | 14,829 | - |
| Memorial Library Sixth Form Centre | 250,000 | - |
| The Grub | 250,000 | - |
| | <u>747,155</u> | <u>249,339</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

9 Support costs

| | Support costs £ | Governance costs £ | 2024 £ | 2023 £ |
|---|--------------------------------|-----------------------------------|-------------------|-------------------|
| Staff costs | 295,000 | - | 295,000 | 295,000 |
| Audit fees | - | 10,170 | 10,170 | 14,168 |
| Office expenses | 47,269 | - | 47,269 | 42,358 |
| Bank charges | 1,634 | - | 1,634 | 2,611 |
| | <u>343,903</u> | <u>10,170</u> | <u>354,073</u> | <u>354,137</u> |
| Year ended 31 July 2023 | <u>339,969</u> | <u>14,168</u> | | <u>354,137</u> |
| Analysed between Charitable activities | <u>343,903</u> | <u>10,170</u> | <u>354,073</u> | <u>354,137</u> |

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year or prior year. No expenses were reimbursed to trustees during the year (2023 - £Nil).

11 Employees

Employment costs (gift in kind from Malvern College)

| | 2024 £ | 2023 £ |
|--------------------|-------------------|-------------------|
| Wages and salaries | <u>295,000</u> | <u>295,000</u> |
| | <u>295,000</u> | <u>295,000</u> |

As described in the Trustees' Report, the staff previously employed by the Society were transferred to Malvern College, and are paid through that entity.

There was one employee included within the above gift in kind whose annual remuneration was between £60,001 and £70,000 (2023: Nil).

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

12 Net gains / (losses) on investments

| | Unrestricted funds general 2024 £ | Unrestricted funds designated 2024 £ | Restricted funds 2024 £ | Endowment funds 2024 £ | Total 2024 £ | Total 2023 £ |
|----------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Revaluation of investments | 38,901 | 213,887 | 311,386 | 22,711 | 586,885 | (135,147) |
| Year ended 31 July 2023 | (11,471) | (49,793) | (68,479) | (5,404) | | (135,147) |

13 Transfers

£499,500 was transferred from general unrestricted funds into designated unrestricted funds, for the Memorial Library and The Grub projects, as a total of £500,000 had been pledged for this from the Society.
£29,000 was transferred from unrestricted funds into the restricted fund for the Nieper Art Scholarship, equating to an estimate of the return that would have been earned had the funds been invested.
(2023 – no transfers).

14 Tangible fixed assets

| | Freehold land And buildings £ | Collectables £ | Organ £ | Total £ |
|--------------------------|---|-------------------|------------|------------|
| Cost or valuation | | | | |
| At 1 August 2023 | 6,605,000 | 6,300 | - | 6,611,300 |
| Additions | - | - | 10,000 | 10,000 |
| Revaluation | 60,000 | - | - | 60,000 |
| At 31 July 2024 | 6,665,000 | 6,300 | 10,000 | 6,681,300 |
| Carrying amount | | | | |
| At 31 July 2024 | 6,665,000 | 6,300 | 10,000 | 6,681,300 |
| At 31 July 2023 | 6,605,000 | 6,300 | - | 6,611,300 |

The freehold land and buildings were valued at £6,665,000, by Colin Townsend MRICS of John Goodwin Chartered Surveyors, as at 31 July 2024. The Society has adopted the policy of revaluing its freehold land and buildings in accordance with current Financial Reporting Standards.

At 31 July 2024, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £350,000 (2023 - £360,000).

In 2010 Timothy Straker donated the Wisden's Almanac and Cabinet which is shown under collectables. The Trustees have assessed the collection and in their opinion the worth of the collection remains unchanged at £6,300 at the balance sheet date.

In 2023 an organ was received via a legacy from the estate of Ben Crick. This was specified to be held by the Society and to be used for the benefit of Malvern College.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

15 Revaluation of fixed assets

| | Unrestricted funds general £ | Restricted funds £ | Total £ |
|-------------------------------------|---------------------------------------|--------------------------|------------|
| Revaluation in year to 31 July 2023 | (70,000) | - | (70,000) |
| Revaluation in year to 31 July 2024 | 60,000 | - | 60,000 |

16 Fixed asset investments

| | Listed Investments £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| At 31 July 2023 | 6,428,414 |
| Additions | - |
| Valuation changes | 586,885 |
| At 31 July 2024 | <u>7,015,299</u> |
| Carrying amount | |
| At 31 July 2024 | <u>7,015,299</u> |
| At 31 July 2023 | <u>6,428,414</u> |

Fixed asset investments revalued

All quoted investment valuations are as provided by the Investment advisors. Charities Official Investment Fund valuation is as provided by CCLA Investment Management Limited.

17 Financial instruments

| | 2024 £ | 2023 £ |
|--|-----------|-----------|
| Carrying amount of financial assets | | |
| Measured at fair value | 7,015,299 | 6,428,414 |

Financial assets measured at fair value through the profit and loss comprise fixed asset investments.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

18 Stocks

| | 2024 £ | 2023 £ |
|------------------|-----------|-----------|
| Goods for resale | 20,823 | 13,998 |

19 Debtors

| | 2024 £ | 2023 £ |
|--------------------------------|----------------|----------------|
| Trade debtors | 310 | 1,501 |
| Prepayments and accrued income | 105,723 | 194,260 |
| | <u>106,033</u> | <u>195,761</u> |

20 Creditors: amounts falling due within one year

| | 2024 £ | 2023 £ |
|------------------------------|---------------|---------------|
| Trade creditors | - | 1,278 |
| Other creditors | - | 8,851 |
| Accruals and deferred income | 25,925 | 14,444 |
| | <u>25,925</u> | <u>24,573</u> |

21 Endowment funds

Endowment funds represent assets which must be held permanently by the Society. Income arising on the endowment funds can be used in accordance with the objects of the Society and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

21 Endowment funds (continued)

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2024 £ |
|------------------------------------|-------------------------------------|--------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 2,973 | - | - | 224 | 3,197 |
| Shand-Kydd Special Fund | 32,133 | - | - | 2,419 | 34,552 |
| EH Moss Exhibition | 12,165 | - | - | 915 | 13,080 |
| Toovey Art Prize | 742 | - | - | 56 | 798 |
| Berridge Chemistry Prize | 1,156 | - | - | 87 | 1,243 |
| HW Smith Exhibition | 2,126 | - | - | 160 | 2,286 |
| Gwynne-Jones Exhibition | 874 | - | - | 668 | 1,542 |
| Wright Ingle Exhibition | 1,831 | - | - | 1,399 | 3,230 |
| Heath Harrison Exhibition | 48,642 | - | - | 1,796 | 50,438 |
| Wheeler Bennett History Prize | 1,669 | - | - | 126 | 1,795 |
| AR Duff Memorial Fund | 30,861 | - | - | 2,322 | 33,183 |
| James Cox Scholarship | 103,697 | 784 | (674) | 9,570 | 113,377 |
| Rackets Fund | 32,182 | 243 | (209) | 2,969 | 35,185 |
| | <u>271,051</u> | <u>1,027</u> | <u>(883)</u> | <u>22,711</u> | <u>293,906</u> |

Prior year

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2023 £ |
|------------------------------------|-------------------------------------|--------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 3,033 | - | - | (60) | 2,973 |
| Shand-Kydd Special Fund | 32,781 | - | - | (648) | 32,133 |
| EH Moss Exhibition | 12,410 | - | - | (245) | 12,165 |
| Toovey Art Prize | 757 | - | - | (15) | 742 |
| Berridge Chemistry Prize | 1,179 | - | - | (23) | 1,156 |
| HW Smith Exhibition | 2,169 | - | - | (43) | 2,126 |
| Gwynne-Jones Exhibition | 1,053 | - | - | (179) | 874 |
| Wright Ingle Exhibition | 2,206 | - | - | (375) | 1,831 |
| Heath Harrison Exhibition | 49,123 | - | - | (481) | 48,642 |
| Wheeler Bennett History Prize | 1,703 | - | - | (34) | 1,669 |
| AR Duff Memorial Fund | 31,483 | - | - | (622) | 30,861 |
| James Cox Scholarship | 104,909 | 777 | (670) | (1,319) | 103,697 |
| Rackets Fund | 33,509 | 241 | (208) | (1,360) | 32,182 |
| | <u>276,315</u> | <u>1,018</u> | <u>(878)</u> | <u>(5,404)</u> | <u>271,051</u> |

The Rackets Endowment Fund is to be used to help boys and girls play rackets and compete at Queen's, (whether this is in the form of providing rackets to boys and girls of particular talent or funding the costs of accommodation for selected boys and girls competing at Queen's). The income can also be used to fund the travel expenses of the occasional tour to North America.

The terms under which the rest of the endowment funds were established are detailed in note 23.

Income earned on the permanent endowment funds is taken to restricted funds and distributed as described in note 23.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

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 2023 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2024 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 1,593,461 | (49,910) | (107,558) | - | 241,390 | 1,677,383 |
| Capt. HL Grant | 418,363 | 3,162 | (6,469) | - | 38,609 | 453,665 |
| Chesterton Cricket Award | 65,939 | 513 | (4,442) | - | 6,270 | 68,280 |
| Bishop John & Arthur Mort Bursary | 60,788 | 459 | (395) | - | 5,610 | 66,462 |
| Blake Dunbar Music Scholarship | 50,060 | 378 | (325) | - | 4,620 | 54,733 |
| Marston Riley Scholarship | 51,976 | 405 | (2,009) | - | 4,950 | 55,322 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,163 | 929 | (500) | - | - | 29,592 |
| EH Moss Exhibition | 1,031 | 352 | - | - | - | 1,383 |
| Gwynne Jones Exhibition | 753 | 257 | - | - | - | 1,010 |
| Wright Ingle Exhibition | 1,577 | 538 | - | - | - | 2,115 |
| Heath Harrison Exhibition | 32,814 | 691 | - | - | - | 33,505 |
| AR Duff Memorial Fund | 10,722 | 893 | - | - | - | 11,615 |
| James Cox Scholarship | 16,878 | 135 | (1,116) | - | 1,650 | 17,547 |
| CW Nicholls Memorial Fund | 15,622 | - | - | - | 1,749 | 17,371 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | 60,333 | 71,494 | (4,799) | - | - | 127,028 |
| Assisted Places (Bowtell) | 3,030 | - | - | - | - | 3,030 |
| Assisted Places (Hayter) | 92,626 | 31,211 | (31,650) | - | - | 92,187 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| Chapel Sound System | 4,147 | 250 | - | - | - | 4,397 |
| Chapel Organ | 3,130 | - | - | - | - | 3,130 |
| CTM Dunn | - | 23,325 | (23,325) | - | - | - |
| Music Department Theatre | 502 | - | - | - | - | 502 |
| | 2,284 | - | - | - | - | 2,284 |
| Nieper Art Scholarship | 83,512 | - | - | 29,000 | - | 112,512 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,503 | 12,625 | - | - | - | 14,128 |
| House No.5 Fund | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ Losses £ | Balance at 31 July 2024 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 242,964 | 5,500 | (40,787) | - | - | 207,677 |
| Rachael Heyhoe Flint Award | 8,000 | - | (2,000) | - | - | 6,000 |
| Hardship | 2,525 | - | - | - | - | 2,525 |
| Music School | 20,927 | 15,014 | - | - | - | 35,941 |
| Digitalisation of Archive | 6,348 | 6,630 | - | - | - | 12,978 |
| Cricket Sight Screens | 175 | 5,000 | (5,175) | - | - | - |
| Green Fund | 111,501 | 1,050 | - | - | - | 112,551 |
| South Africa Rugby Tour | 25 | - | - | - | - | 25 |
| Lucy Shepherd | 50 | - | - | - | - | 50 |
| Steinway | - | 17,000 | (17,000) | - | - | - |
| Outdoor Pursuits | - | 15,000 | (14,829) | - | - | 171 |
| Lord Ian MacLaurin Sports Fund | - | 312,500 | - | - | - | 312,500 |
| House 2 | - | 13 | - | - | - | 13 |
| Memorial Library Sixth Form Centre | - | 500 | (500) | - | - | - |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,530 | 76 | - | - | 197 | 3,803 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 2,026 | 86 | - | - | - | 2,112 |
| Toovey Art Prize | 141 | 21 | - | - | - | 162 |
| Berridge Chemistry Prize | 728 | 34 | - | - | - | 762 |
| HW Smith Exhibition | 1,386 | 62 | - | - | - | 1,448 |
| Wheeler Bennett History Prize | 1,226 | 48 | - | - | - | 1,274 |
| James Richford Cricket Prize | 6,414 | 110 | - | - | 287 | 6,811 |
| Photographic Prize | 2,072 | 37 | - | - | 96 | 2,205 |
| RH Farrar Mathematical Prize | 12,458 | 185 | - | - | 481 | 13,124 |
| RWA Manly Backstage Prize | 953 | 11 | - | - | 29 | 993 |
| Prize Funds | 57,212 | 432 | (372) | - | 5,280 | 62,552 |
| RK Blumenau Philosophy Prize | 4,554 | 95 | - | - | (2) | 4,647 |
| Roger Short Prize | 1,350 | - | - | - | (5) | 1,345 |
| RH Cobb Mathematical Prize | 3,885 | 67 | - | - | 175 | 4,127 |
| Matthew Hind Golf Prize | 130 | - | - | - | - | 130 |
| Arvid Pardo Prize | 7,490 | - | - | - | - | 7,490 |
| | 3,137,309 | 477,178 | (263,251) | 29,000 | 311,386 | 3,691,622 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

Prior year

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2023 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 1,533,055 | 213,365 | (99,518) | - | (53,441) | 1,593,461 |
| Capt. HL Grant Chesterton Cricket Award | 424,909 | 3,136 | (2,704) | - | (6,978) | 418,363 |
| Bishop John & Arthur Mort Bursary | 67,798 | 509 | (2,439) | - | 71 | 65,939 |
| Blake Dunbar Music Scholarship | 63,663 | 456 | (393) | - | (2,938) | 60,788 |
| Marston Riley Scholarship | 49,354 | 375 | (324) | - | 655 | 50,060 |
| | 55,778 | 402 | (2,007) | - | (2,197) | 51,976 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 28,740 | 923 | (500) | - | - | 29,163 |
| EH Moss Exhibition Gwynne Jones Exhibition | 682 | 349 | - | - | - | 1,031 |
| Wright Ingle Exhibition | 498 | 255 | - | - | - | 753 |
| Heath Harrison Exhibition | 1,043 | 534 | - | - | - | 1,577 |
| AR Duff Memorial Fund | 32,129 | 685 | - | - | - | 32,814 |
| James Cox Scholarship | 9,836 | 886 | - | - | - | 10,722 |
| CW Nicholls Memorial Fund | 18,968 | 134 | (1,116) | - | (1,108) | 16,878 |
| Running Track Fund | 15,466 | - | - | - | 156 | 15,622 |
| Bursaries/Assisted Places | 5,105 | - | - | - | - | 5,105 |
| Assisted Places (Bowtell) | - | 68,735 | (8,402) | - | - | 60,333 |
| Assisted Places (Hayter) | 7,405 | 15,625 | (20,000) | - | - | 3,030 |
| Bridge Fund | 122,626 | - | (30,000) | - | - | 92,626 |
| Chapel Sound System | 1,365 | - | - | - | - | 1,365 |
| Chapel Organ | 3,897 | 250 | - | - | - | 4,147 |
| CTM Dunn Music Department | 3,130 | - | - | - | - | 3,130 |
| Theatre | 2,284 | 19,195 | (21,479) | - | - | - |
| Nieper Art Scholarship | 502 | - | - | - | - | 502 |
| RKB Lecture Series | 2,284 | - | - | - | - | 2,284 |
| Golf Facilities | 83,512 | - | - | - | - | 83,512 |
| George Sayer Fellow | 23,580 | - | - | - | - | 23,580 |
| Rackets Fund | 1,174 | - | - | - | - | 1,174 |
| House No.5 Fund | 7,501 | - | - | - | - | 7,501 |
| | 1,878 | 125 | (500) | - | - | 1,503 |
| | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2023 £ |
|--|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 312,107 | 5,700 | (74,843) | - | - | 242,964 |
| Rachael Heyhoe Flint Award | 10,000 | - | (2,000) | - | - | 8,000 |
| Hardship | 2,025 | 500 | - | - | - | 2,525 |
| Music School | 1,500 | 19,427 | - | - | - | 20,927 |
| Dubai Cricket Tour | 1,000 | - | (1,000) | - | - | - |
| Digitalisation of Archive | 5,000 | 1,348 | - | - | - | 6,348 |
| Cricket Sight Screens | - | 175 | - | - | - | 175 |
| Green Fund | - | 111,501 | - | - | - | 111,501 |
| South Africa Rugby Tour | - | 125 | (100) | - | - | 25 |
| Lucy Shepherd | - | 50 | - | - | - | 50 |
| Restricted endowments (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,508 | 75 | - | - | (53) | 3,530 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,941 | 85 | - | - | - | 2,026 |
| Toovey Art Prize | 120 | 21 | - | - | - | 141 |
| Berridge Chemistry Prize | 695 | 33 | - | - | - | 728 |
| HW Smith Exhibition | 1,325 | 61 | - | - | - | 1,386 |
| Wheeler Bennett History Prize | 1,178 | 48 | - | - | - | 1,226 |
| James Richford Cricket Prize | 6,382 | 109 | - | - | (77) | 6,414 |
| Photographic Prize | 2,061 | 37 | - | - | (26) | 2,072 |
| RH Farrar Mathematical Prize | 12,403 | 184 | - | - | (129) | 12,458 |
| RWA Manly Backstage Prize | 950 | 11 | - | - | (8) | 953 |
| Prize Funds | 59,512 | 429 | (370) | - | (2,359) | 57,212 |
| RK Blumenau Philosophy Prize | 4,507 | 47 | - | - | - | 4,554 |
| Roger Short Prize | 1,303 | 47 | - | - | - | 1,350 |
| RH Cobb Mathematical Prize | 3,865 | 67 | - | - | (47) | 3,885 |
| Matthew Hind Golf Prize | 130 | - | - | - | - | 130 |
| Arvid Pardo Prize | 7,490 | - | - | - | - | 7,490 |
| | <u>3,007,464</u> | <u>466,019</u> | <u>(267,695)</u> | <u>-</u> | <u>(68,479)</u> | <u>3,137,309</u> |

Restricted Endowments (Permanent)

The Centenary Appeal Fund was set up in 1965 to provide a maintenance & improvement fund for the College, with a reserve fund to endow scholarships.

The Capt. H L Grant Fund was set up in 1955 for sons of regular officers in the Royal Artillery, or sons of regular army officers generally, whose circumstances were such that they could not, without assistance, be sent to Malvern. The Bursary must be awarded by the recommendation of the Headmaster and the Chairman of the Malvernian Society Committee. This fund was amalgamated with the EH Moss Exhibition fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Chesterton Cricket Awards' income from the principal sum is to be used to provide an award to a senior school student of Malvern College who is not only a cricketer with outstanding prospects but also has shown acceptable academic standards.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

The Bishop John & Arthur Mort Bursary was set up in 1998 to provide a bursary to fee-paying parents unable to continue paying fees owing to an unforeseen change of circumstances.

The Blake Dunbar Music Scholarship is to be used to encourage a pupil to join the college who has a particular interest in music.

The Marston Riley Scholarship is a general scholarship to be awarded to a pupil as agreed by the Headmaster and Trustees of the Malvernian Society.

The following Restricted Endowments (Permanent) have associated restricted funds:

The Shand-Kydd Special Fund was set up in 1977 to apply grants to Malvern College not related to bricks and mortar or scholarships. Initially grants were made to assist the Malvern Schools and Industry project. Nowadays it is used to support pupils, at the Society's discretion, to participate in overseas language trips and work experiences. From 2020 the College careers department is asked to recommend a pupil to be supported on STEM-based work experience to the value of £300 each year.

The EH Moss Exhibition was set up in 1946, as part of the 'War Memorial Fund'; the parameters for making an award were in order of preference: 1. To the son of an OM, killed in the 2nd World War, with preference for the RAF. 2. To the son of any other deceased OM. 3. To the son of any other OM. 4. Any other boy (sic), who wouldn't otherwise be able to come to the College. This fund was amalgamated with the Capt. HL Grant Fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Gwynne-Jones Exhibition was set up in 1919 to fund awards to former pupils of Malvern College who have gone to the universities of Oxford, Cambridge or to the Royal Military Academy, Woolwich. A preference was made for the intellectual qualifications of the candidate, but also a preference for a No. 2 boy. In 2017 the fund was amalgamated with the Wright-Ingle and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2023 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Wright Ingle Exhibition was set up in 1918, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford, or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne Jones and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2023 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Heath Harrison Exhibition was set up in 1898, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne-Jones and Wright-Ingle Funds to make awards to successful Oxbridge candidates. From 2023 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Alan Duff Memorial Fund was set up in 1989 to help pupils to take part in sporting or other worthwhile scientific or educational activities which they would not otherwise be able to afford.

The James Cox Scholarship was set up in 2003 to fund an award made for all-round excellence (not just academic) to a pupil on entry to The Downs (ex-Hillstone) year 7 (whether from within the Downs or not) tenable for seven years through to the U6.

The Society also manages the following Restricted Funds:

The Colin Nicholls Memorial Fund was set up in 1988 to help pupils to take part in educational trips.

The Running Track Fund is a project not pursued by the College in recent years. The funds are being held until such time as Malvern College wishes to move ahead with the project.

Bursaries/ Assisted Places is income received from the Gryphon Fund that is granted to the college on an annual basis.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

The Bridge Fund is in support of Bridge activities at the College, to promote the game of Bridge amongst pupils and staff.

The Chapel Sound System Fund is to enhance the College Chapel Sound System. This project was part of the 2015 Annual Fund campaign.

The Chapel Organ Fund is to be used for the Chapel organ.

The CTM Dunn Fund is an Assisted Places scheme which aims to provide financial support to pupils, who might not otherwise be able to come to Malvern.

The Music Department Fund is in support of the Music Department to be used at the discretion of the Head of Department.

Theatre Funds are held for the renovation of Malvern College's Rogers Theatre.

The Richard Nieper Art Scholarship Fund is in memory of Richard Nieper (Old Malvernian) to support an Art Scholarship which is designed to enable Arts candidates to come to Malvern College who may not otherwise be able to do so. To be awarded to pupils who show outstanding talent or potential talent, predominantly in Fine Art. The fund is envisaged to be spent down over a period of ten years.

The Blumenau Lecture Series Fund is to support an annual lecture on European History at the College.

The Golf Facilities Fund is to promote golf at the College.

The George Sayer Fellow Fund was established to recognise George Sayer's inspirational teaching. The Fund is used to allow the English Department to invite writers to the College on an annual basis to work with the pupils.

The Rackets Fund is to promote the playing of rackets at the College.

The House No.5 Fund is for improvements to the house.

The Clark Scholarship Award was created in 2019 in honour of the former Headmaster, Antony Clark. From 2020 the award has been given to an academically strong Sixth Form candidate from a family whose financial circumstances would not normally allow them to consider Malvern. A boarder and a day pupil are chosen in alternate years.

The Rachael Heyhoe Flint Award was created by Ben Flint in memory of his mother. The fund is awarded annually to promising girl cricketers on entry to the College.

Hardship Fund: The Malvernian Society is committed to support parents who have unexpectedly fallen on hard times through no fault of their own and to assist those families whose children would otherwise have to leave Malvern College.

Music School: The Society is supporting the redevelopment of the College's Music School in what is the second phase of the College's Music@Malvern drive – the first one being to become an All-Steinway School.

Digitalisation of Archive: We continue the digitisation of the Malvernian Society archives and are currently in the process of digitising our printed photo materials so that these will be available to OMs and others in the future, via a searchable digital catalogue.

Cricket Sight Screens: The Society supported the purchase of new revolving 'flipper' sight screens for the College's cricket activities. The screens are based on an innovative technology that quickly 'flips' vertical slats from traditional white panels to black, for white-ball matches. This creates a screen that can be used for both limited over and conventional matches, without the need for panels having to be replaced or for the whole screen

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

to be moved.

Green Fund In June 2024, the Malvernian Society launched a new Green Fund through our first ever Green Giving Day, kickstarting Malvern College's journey to carbon net zero by 2050 and driving sustainability initiatives at the College.

South Africa Rugby Tour: A one off donation by an OM to support the tour.

Lucy Shepherd: Prize fund in memory of Ellerslie Old Girl Lucy Shepherd, who sadly died young from a brain aneurysm in 2006, given by her family to establish the annual Lucy Shepherd-Welch Memorial Prize.

The Steinway Fund is to support the College in purchasing instruments to become an "All Steinway School".

The Outdoor Pursuits Fund is to further outdoor pursuits at the College.

The Lord Ian MacLaurin Sports Fund is to support sport at the College, particularly cricket, and to enable a strong cricket performer to come to Malvern College who may not otherwise be able to do so.

The House 2 Fund is for improvements to the house.

The Memorial Library Sixth Form Centre Fund is to support the work in converting the Memorial Library into a new Sixth Form Centre.

Capital Restricted Prize Funds

The Richard Smith Physics Prize is to be awarded annually to the top Physics student in the U6.

Restricted Prize Funds

The following Restricted Endowments (Permanent) Prize Funds have associated Restricted Funds:

The James Greenwood Architecture Prize is a prize for a piece of work by a pupil showing study and understanding of some aspect of Architecture. The work should be concerned with the aesthetics of Architecture and not primarily with social or technical aspects. From 2020 a £300 grant is offered every two years to a pupil nominated by the Head of Art to travel to study architecture (classical or modern).

The Toovey Art Prize is an annual prize for the best sketch or drawing from nature by an art student. In 2020 a one-off £300 grant is awarded to a pupil nominated by the Head of Art to travel to study art (classical or modern).

The Berridge Chemistry Prize is for proficiency in the study of Chemistry. From 2023 £60 is awarded to the candidate with the highest score at Chemistry A level or 1B.

The HW Smith Exhibition is awarded by examination or otherwise to a pupil or pupils in the Classical Fifth Form at the College for excellence in Classical Studies or English Literature, excluding History. To be means-tested at the Headmaster's discretion. Any unspent income to be added to the capital.

The Wheeler Bennett History Prize is awarded for the best essay(s) on European or General, but not English History. From 2023 £100 is awarded to the candidate with the highest score at History A level or 1B.

The James Richford Cricket Prize is awarded to the pupil who has shown the greatest improvement in cricket in the course of the season.

The Photographic Prize is awarded to a pupil for outstanding achievement in Photography.

The RH Farrar Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

22 Restricted funds (continued)

The RW Manly Backstage Prize is awarded to the pupil who has made an outstanding contribution to backstage theatre work.

Prize Funds is an amalgamation of many small prize funds. These prizes are distributed annually.

The RK Blumenau Philosophy Prize is awarded to the most outstanding pupil in Philosophy.

The Roger Short Prize is awarded to pupils submitting the best IB Extended Essay.

The R H Cobb Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The Matthew Hind Golf Prize is awarded to a pupil for outstanding achievement in Golf.

The Arvid Pardo Statistics Prize is awarded to one A level and one IB pupil for outstanding achievement in Statistics.

23 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Balance at 1 August 2023 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2024 £ |
|------------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 3,024,510 | 87,812 | (15,064) | - | 213,887 | 3,311,145 |
| Memorial Library | - | - | (249,500) | 249,500 | - | - |
| The Grub | - | - | (250,000) | 250,000 | - | - |
| Scholarship | 3,024,510 | 87,812 | (514,564) | 499,500 | 213,887 | 3,311,145 |

Prior year

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2023 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 3,005,403 | 83,879 | (14,979) | - | (49,793) | 3,024,510 |

The Scholarship Fund fulfils the purpose of providing grants to Malvern College. It is viewed as a permanent investment, the income from which will be used to fully fund education at Malvern College where circumstances are deserving of the same

The Memorial Library and The Grub designated funds related to the Society's pledged contribution towards those major projects at Malvern College during the summer of 2024.

24 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Fund balances at 31 July 2024 | | | | | |
| Tangible assets | 6,681,300 | - | - | - | 6,681,300 |
| Investments | 1,809,148 | 2,527,766 | 2,406,701 | 271,684 | 7,015,299 |
| Current assets / (liabilities) | 1,608,640 | 783,379 | 1,284,921 | 22,222 | 3,699,162 |
| | 10,099,088 | 3,311,145 | 3,691,622 | 293,906 | 17,395,761 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2024

Prior year

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2023 | | | | | |
| Tangible assets | 6,611,300 | - | - | - | 6,611,300 |
| Investments | 1,770,247 | 2,313,879 | 2,095,315 | 248,973 | 6,428,414 |
| Current assets / (liabilities) | 1,936,670 | 710,631 | 1,041,994 | 22,078 | 3,711,373 |
| | <u>10,318,217</u> | <u>3,024,510</u> | <u>3,137,309</u> | <u>271,051</u> | <u>16,751,087</u> |

25 Related party transactions

Malvern College

At the end of July 2024, £nil was owed to the Society by Malvern College for amounts paid by the Society on behalf of the College (2023: £1,176 owed to the Society from the College).

Costs incurred by the College in relation to the Society (including those in relation to staff) were £350,000 (2023: £350,000). This represents a gift in kind from the College.

Donations of £747,655 (2023: £249,339) were made by the Society to the School during the year – see note 8 for more details.

26 Cash used in operations

| | 2024 £ | 2023 £ |
|--|------------------|-----------------|
| Net income for the year | 584,674 | 291,201 |
| Adjustments for: | | |
| Investment income recognised in profit or loss | (296,601) | (256,177) |
| Fair value (gains)/losses on investments | (586,885) | 135,147 |
| Movements in working capital: | | |
| (Increase) in stocks | (6,825) | (3,023) |
| Decrease/(increase) in debtors | 89,728 | (190,889) |
| Increase/(decrease) in creditors | 1,352 | (11,351) |
| Cash used in operations | <u>(214,557)</u> | <u>(35,092)</u> |

27 Analysis of changes in net funds

The Society had no debt during the year.

28 Post balance sheet event

Following review of the overall strategy of the Malvern College Family of Schools, on 21 October 2024 the Trustees of the Society approved the transfer by gift of the Society's tangible assets and investments to the College. The transfers took place within October and November. The Society will continue to accept donations and legacies.

THE MALVERNIAN SOCIETY LIMITED

England & Wales - Charity number 527573

Accounts

Registered Charity Number: 527573

Registered Company Number: 00213672

MALVERNIAN SOCIETY LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023



MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

The organisation is a charitable company limited by guarantee, incorporated on 30 April 1926 and registered as a charity on 1 November 1963.

Directors:

Trustees who are Directors for the purpose of company law and Trustees for the purpose of charity law, are as follows:

| | | |
|--------------------|-----------------------------------|----------------------------------|
| President: | Rt. Hon Sir Stephen Brown PC, GBE | (Elected 06/15 – resigned 05/23) |
| Chairman: | T D Straker KC | (09/21 – 09/24) |
| Elected: | A S Afolabi | (03/22 – 03/25) |
| | J C F Barwell | (11/20 – 11/23) |
| | M Edwards | (06/18 - 06/24) |
| | N C S Engert | (06/15 – resigned 11/22) |
| | C Fairchild | (06/18 – 06/24) |
| | J M J Havard | (05/06 – 06/23) |
| | A R Higgins | (11/08 – 06/23) |
| | W Maguire | (11/21 – 02/25) |
| | R Connell | (06/23 – 06/26) |
| | S Hooper | (06/23 – 06/26) |
| Ex-Officio: | A K Metcalfe | (Headmaster from 01/04/19) |
| Nominated: | J J W E Major | (nominated by Common Room 03/23) |

| | |
|-------------------------|--------------------------------|
| Vice-Presidents: | H C K Carson |
| | P J Cartwright |
| | A R Clark |
| | R de C Chapman |
| | M C Frayn |
| | P C U Jagger |
| | Lord Maclaurin of Knebworth DL |
| | H M Robinson |
| | J A Staniforth |

Clerk to the Trustees: R A M Breare

Secretary: R A M Breare

Charity number: 527573

Company number: 00213672

Other names: The Society reserves the right to use the title “The Malvern College Foundation”

MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION (CONTINUED)

| | |
|---|---|
| Registered & Principal Office: | Malvern College College Road Malvern Worcestershire WR14 3DF |
| Independent Auditor: | Crowe U.K. LLP 4th Floor, St James House St James Square Cheltenham Gloucestershire GL50 3PR |
| Bankers: | Lloyds Bank 48 Belle Vue Terrace Malvern Worcestershire WR14 4QG CCLA Investment Management Ltd Senator House 85 Queen Victoria Street London EC4V 4ET |
| Solicitors: | Pinsent Masons LLP 30 Crown Place Earl Street London EC2A 4ES |
| Investment advisors: | Sarasin & Partners LLP Juxon House 11 St. Paul's Churchyard London EC4M 8BU |

MALVERNIAN SOCIETY LIMITED

CONTENTS

| | Page |
|---|-------------|
| Trustees' report | 1 – 7 |
| Independent auditor's report | 8 – 10 |
| Statement of financial activities | 11 – 12 |
| Balance sheet | 13 |
| Statement of cash flows | 14 |
| Notes to the accounts | 15 – 33 |

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 JULY 2023

The Board of Trustees is pleased to present its report together with the audited Financial Statements of the charitable company for the year ended 31 July 2023.

The Malvernian Society Limited is a charitable company limited by guarantee. The charity number, company number, present Trustees (being Directors of the Company) and advisors are provided on the Legal and Administrative Information page.

The Trustees are also Directors for the purpose of company law.

Objectives and activities

The charitable company's objects are primarily to:

1. Promote the work, and assist in the carrying on, of education at Malvern College or similar establishments, and,
2. Assist in cases of need, for training, entry into any profession or trade, or to pursue research work or take postgraduate courses.

In furtherance of these objectives, income received from capital projects, investments and donations is applied in making grants mainly to Malvern College for Scholarships, Exhibitions, Bursaries/Assisted Places, Sports Awards and items of educational equipment, and to a very minor degree to individual pupils and former pupils undertaking training projects.

On an exceptional basis, the proceeds of asset sales may be granted to Malvern College from Unrestricted Funds for building purposes. The Society aims to assist the College in the short, medium and long term.

In setting out to achieve our aims, the Society carries out two primary activities in close co-operation with the staff at Malvern College:

1. Developing alumni events, communications, and contact plans, which are intended to broaden and deepen the understanding of the benefits of Malvern College UK and its international schools to previous and existing pupils, and to increase the affinity to Malvern College and the Malvernian Society of Old Malvernians and other constituents.
2. Supporting fundraising activities in support of the College with special focus on alumni and other Friends of Malvern College, such as current parents and parents of former pupils.

Principal funding sources

Income sources include regular and single gifts and legacies, sale of merchandise, rental income and income generated from investments. These are all clearly laid out in the accompanying accounts.

Public Benefit

The Trustees of the Malvernian Society confirm that they have complied with the duty of Section 17 of the Charities Act 2011 to have due regard to the most recent public benefit guidance published by the Charity Commission. The significant activities undertaken to carry out our aims for the public benefit are detailed below.

The principal object of the Malvernian Society is to support Malvern College and its alumni. As such the Society makes a significant annual financial contribution to all the areas of public benefit undertaken by the College, a separate charity. In this regard the Society contributes regularly to Malvern College capital building projects. These facilities are then made available, on occasion, for public use and for the College's outreach services. An example of this is the Science Centre, which has been used to hold 'science exhibition and practical experience' days for local schools. Similarly, the Sports Complex provides much needed indoor sports, fitness and leisure facilities for the local Malvern community. The most recent project, the refurbished Rogers Theatre is also available to local schools and organisations for free or at a reduced rate.

The Society cites the following examples of direct public benefit from its activities:

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

1. The Trustees of the Society manage its Restricted and Unrestricted Funds, accumulated since the Society's foundation in 1895, to provide Scholarships, Bursaries and Assisted Places at Malvern College for talented boys and girls, who the College decides would benefit considerably from a College education, and whose parents would not otherwise be able to afford the school fees. In this way the Society encourages wider access to the outstanding educational opportunities provided by Malvern College to children from a broad spectrum of society. Information about the use of the Society's Funds is contained in its Annual Report and Accounts.
2. The Society offers its Club Room in the College, at no cost, to local organisations in need of a meeting place for their organising Committees. Examples are the 'Malvern Association for the Visually Impaired' and the Malvern Hills branch of the Fine Arts Society.
3. The Society welcomes Friends and members of the public to attend Malvernian Society lectures at the College.

The Society underwrites and subsidises many events throughout the year and throughout the world for the benefit of Old Malvernians and 'Friends' of Malvern College (see below).

Achievements and performance

The Malvernian Society, Malvern College's philanthropy arm, is fortunate to receive ongoing financial support from a range of donors, including Old Malvernians/Alumni, current and former parents, and other Friends of Malvern College. These philanthropic gifts enable the Society to fulfil its charitable objects and to support Malvern College with its strategic plans.

The College and Malvernian Society are working together ever more closely. The year saw the Society launch of our first ever 'Green Giving Day' to kickstart the College's journey to become a carbon net zero campus by 2050 if not before – something that is increasingly important to us as a school and within the local community in an area of outstanding natural beauty.

We continue to be in touch with 'cornerstone' prospective donors, who we believe have the capacity to support the Malvernian Society in a substantial way. Planned legacy giving also remains a crucial part of our work, resulting in an all-time high of legacies under management.

As the Engagement arm of the Malvernian Society continues to deliver on our promise that a relationship with Malvern College is for life, coming out of Covid-19 restrictions allowed for the opportunity for face-to-face interactions to return to 'normal'. A vibrant events programme returned with some new initiatives, and as the various OM clubs continue to thrive, new clubs have been introduced.

We are proud of our truly international community, with Old Malvernians and Ellerslie Old Girls now living in 92 countries, across six continents. The Society is continually working to create opportunities for our global alumni, so they continue to feel connected to the College wherever they are located, and the Society has been encouraging in-country gatherings, with the first 'global Commemoration' reunions taking place, timed to coincide with Commemoration at Malvern College.

We keep connected with our alumni through digital communications – social media channels, website, and email – as well as events and reunions, and our professional networking website, OM Connect.

This year has seen a fantastic selection of events delivered by the Malvernian Society. A highlight being the Ellerslie Old Girls Centenary Reunion held in May. 178 old girls, former and current members of staff joined together for a wonderful day of celebrating this girls' school, which formally joined Malvern College in 1992. Everyone who attended the reunion had special memories to share, with EOGs travelling far and wide to attend – America, Australia, and the Bahamas to name just a few of the countries represented.

We held our second Commemoration Weekend, with the introduction of a 10-Year Reunion to start the schedule of events for the weekend. This was a huge success, attended by over 60 of our 2013 Leavers and has therefore been added to the event schedule as an annual event going forwards. There were also several 'in-country' events around the globe (including Barbados and Malaysia), organised by OMs themselves, which took place in recognition of Commemoration, giving guests the opportunity to reconnect with the College from afar.

In addition to our social events, OMs continue to give their time to Malvern College, with a number present at the

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

annual Careers Evening, and both Lara Vafiadis (8.03-06) and Rose Harvey (6.08.10) returning to give inspirational talks to pupils about their personal achievements since leaving Malvern (Lara's solo row of the Atlantic and Rose's professional running career). Talal Hasan (2.95-00), winner of an Earthshot Prize, also addressed pupils in Chapel at the start of Green Giving Day.

We remain grateful for the help and support OMs and EOGs give to the Society and College. What is clear through our engagement efforts, is the affiliation alumni feel with the College; their warmth and affection is all-encompassing and something the Society seeks to capitalise on through its fundraising efforts.

The most significant new initiative for the year was our first Giving Day, held on 20th - 21st June. This Green Giving Day launched a new Green Fund in support of the College's Net Zero ambitions. The 36-hour online fundraising event brought together alumni, pupils, parents, staff and friends of the College, to raise an incredible £134,766 of pledges, of which £111,501 had been received by the year-end. 197 OMs, 11 EOGs and 103 parents were among those who donated, and we received gifts from five continents – Europe, America, Africa, Asia, and Australia. We were particularly delighted that 78% of donations were from first time donors and 6% were from OMs under 30 years old.

Running alongside the virtual event were pupil and staff activities to ensure everyone felt involved, and there was a fantastic atmosphere on campus. Activities included a 'Wheelie Green Challenge' (a kilocalorie pupil and staff cycling challenge), green clothes day, sustainability themed window dressing competition, green smoothie bike, green bake sale and a finale screening of the award-winning documentary 'Fashion Reimagined' in the Rogers Theatre.

We now look forward to building momentum with our next Green Giving Day which will take place on 5th - 6th November 2024.

The OM Clubs and Societies continue to thrive, with keen and enthusiastic members at the helm to ensure support continues. We now have 14 OM Clubs: Arts Society, Court Games, Cricket Club (OMCC), Football Club (OMFC), Fly Fishing Club, Golfing Society (OMGS), Green Club, Hare & Hounds Club, Hockey Club, OM Lodge, Netball Club, Rifle Club, Rugby Union Football Club and Sailing Club.

The OMFC, OMGS and OMCC continue to be the most well subscribed clubs. The OMFC have had an excellent season, securing their promotion to Division 1 of the Arthurian League. With the OMGS having an extensive membership list, they continue to put on a busy calendar of fixtures across the UK. The OMCC Patrons enjoyed a most convivial lunch for the opening game of the Cricketer Cup, only to see the Malvernians make it all the way to the final and win against their arch-rivals, the Old Tonbridgians.

The OM Court Games, although fewer in numbers, has seen a successful season, with one of our OM players winning the Canadian Amateur Singles Championship. The OM Real Tennis Day at Morton Morrell continues with an excellent level of play from more senior OMs.

At the Border Shield match in October, a meeting was held to re-constitute the OMRUFC. They have since played their first tournament in May at the Oxford 7s, winning two out of the three games in their group. The OM Hockey team competed in the Sixes Trophy at Dean Close School and won for the second year running.

As well as our traditional clubs, we strive to create new opportunities for our alumni. A meeting was held at the College in September to engage members and form an OM Armed Forces Society; there was a keen turn out and a draft constitution was written. We also have a newly established Fly-Fishing Club which is proving to be an excellent addition. In support of Malvern College's sustainability ambitions, a new Green Club has been established. In June, the Green Club was officially launched at the Good Company Tap Café in London. Timed to coincide with, and support, our first Green Giving Day, membership and awareness of this new initiative continues to grow.

A calendar highlight has been the inaugural OM Club Dinner, held at the Caledonian Club in London in February. The evening was attended by over 100 OMs, with several OM Clubs represented. Our Guest Speaker for the occasion was Mark Pougatch, leading sports broadcaster and OM (2.81-86), who gave a highly entertaining after dinner speech. The event was so popular, a date was immediately set for 2024.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

Fundraising

The Malvernian Society is registered with the Fundraising Regulator. There have been no issues of non-compliance nor any complaints in 2022-23. The Society has an Ethical Fundraising Policy and complies with the Fundraising Code 1.2 General Principles e)ii) relating to vulnerable people and with the 'Treating Donors' Fairly' Guidance issued by the Institute of Fundraising. We monitor our fundraising activity by making 'Legitimate Interest Assessment' in terms of GDPR and using, for example Due Diligence intermediaries.

Financial review

The Trustees have a reasonable expectation that the charity will continue in existence for the foreseeable future and have, therefore, used the going concern basis in preparing the financial statements.

Income during the year was £1,089,888 (2022 - £756,323), including gifts in kind from Malvern College amounting to £350,000, in respect of staff time and other resources used by the Society for the benefit of the College. Total expenditure was £663,540 (2022 - £799,660), of which grants awarded to the College amounted to £249,339 (2022 - £369,898); thereby continuing our support to the College. There was a loss on investments during the year of £135,147 (2022 – loss of £324,128). This resulted in net income of £291,201 in 2022-23 (2021-22 – net expenditure of £367,465).

The company follows accounting guidelines on the present market value of property, which resulted in a decrease of £70,000 (2022 – increase of £625,000). Net of the loss on investments of £135,147 (2022 – £324,128), total funds increased to £16,751,087 (2022 - £16,529,886).

We have continued to support the College in other areas of fundraising, such as with the Malvernian Society Assisted Places Scheme, to help attract talented students who otherwise would not be able to come to the College. A specific allocation of £3,024,510 (2022 - £3,005,403) is held in a designated fund for this purpose. The Society has been able to use some long-standing restricted funds to support students in taking full advantage of the opportunities offered at Malvern College, such as help towards the cost of sports tours and expeditions.

In 2023-24 we will continue to review our funds and consolidate where possible, to facilitate a modernisation of the support criteria. In some cases we have found it increasingly challenging to make awards from specific funds due to the onerous, historic criteria. It is intended that this will enable the Society to expand the level of support to a wider demographic.

Total reserves at 31 July 2023 amounted to £16,751,087 (2022 - £16,529,886). Of this, £271,051 (2022 - £276,315) is permanently endowed, £3,137,309 (2022 - £3,007,464) is restricted in nature, £3,024,510 (2022 - £3,005,403) has been designated by the trustees for specific purposes (as described in the notes to the accounts) leaving £10,318,217 (2022 - £10,240,704) as general reserves. Of the general reserves, after making due allowance for that amount that could only be realised upon the sale of tangible fixed assets or investments, £1,936,670 (2022 - £1,777,686) is freely available for use by the Society.

Reserves Policy

Although operating costs, including staffing requirements, are now borne by Malvern College as a Gift in Kind to the Society, we are still committed to maintaining a practical working balance of Free Reserves consistent with these operating costs and our ability to have available funds to support shorter term College requirements. The Reserves Policy allows us to achieve a minimum balance as required by current accounting regulations. The Trustees have determined a policy of maintaining one year's equivalent of operating costs, as referred to above, plus £50,000 (representing one year of Designated and Committed Funds to the College) as being a sensible level of reserves to keep readily available without causing interference to our aims. The level of reserves required is £400,000. Following a policy review in 2018, the Trustees have determined that, if required, Unrestricted Funds from bequests would be allocated to cash reserves annually as required in order to maintain the current cash balances required to satisfy the stated policy.

An analysis of reserves is given in the Financial Review section of this report and at 31 July 2023, free reserves (that is those reserves not represented by restricted funds or tangible fixed assets) were £6,731,427 (this includes designated funds of £3,024,510). The level of free reserves is in excess of the reserves policy of £400,000, which is therefore available for the fulfilment of the Society's charitable aims. As a grant making charity, the Society relies on its investments (which are unrestricted in nature) to generate investment income which allows this.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

Investment Policy

The Society adopts a cautious investment policy in order to preserve funds for both immediate and future use, as directed by donors. Our annual disbursement plan is aimed to support important College initiatives and in future to increasingly support the Assisted Places Scheme. The majority of our funds are placed with the leading London Investment provider Sarasin & Partners, and within their generalised and cautious fund, named 'The Alpha Common Investment Fund'.

The trustees are confident with the policy adopted however investments have decreased in value this year with reductions of £135,147 (2022 – reductions of £324,128) being reported – this is largely due to the current economic climate. The dividends and interest received amounted to £194,679 (2022 - £185,767). Investment additions of £nil (2022 - £4,560) are shown, however in the prior year this arose from a change in accounting policy to recognise cash balances held by fund managers as investments. This is a net surplus position of £59,532 (net deficit of £138,361). The Society will continue to work closely with the investment managers. Despite the reduced investment value, the charity holds sufficient reserves (see reserves policy) and has sufficient cash balances.

Plans for Future Periods

Our fundraising priorities for the year ahead are as follows:

Transformational Bursaries (formerly Assisted Places)

Our goal is to raise an endowment fund capable of funding 10 pupils on 110% support in perpetuity and therefore to raise at least £15 million for 10 new, fully funded Assisted Places over the next 10 years. This is just our immediate ambition; the vision of the College's Headmaster and senior management team goes much beyond that.

Long-term, we want Malvern College to be a place where any able and talented pupil can come, regardless of their financial background.

Sustainability

A recent new fundraising focus has been the creation of a new 'Green Fund', to assist the College with various new sustainability initiatives going forwards. We believe that the fund will attract a considerable amount of support, also given that a substantial number of our Alumni and other stakeholders work in the field of sustainability.

Music School Project

We continue to fundraise for the College's Music School project which will aim to create:

- Sound attenuation between practice rooms and other areas of the building
- Easily controllable heating
- A permanent home for our new Steinway pianos
- 'Zoned' learning and practice areas for greatly optimised use by our pupils, teachers and visitors

The Music School Project is the second phase of our overall 'Music @ Malvern' initiative – the first one being the acquisition of our 'All-Steinway School' status.

Both the Society and Malvern College are extremely grateful to all Old Malvernians, parents and Friends of the College who support the Society financially, whether through immediate philanthropic gifts or through their legacy planning.

Looking ahead:

1. Continue to develop face-to-face events so more OMs and EOGs wherever they are in the world are encouraged to meet in person, whether formally or informally
2. Complete the work to improve our digital presence including new website and review offline presence and OM Connect
3. Build on the momentum created by the Green Giving Day (e.g. develop the Green Club and second Green Giving Day scheduled for November 2024)
4. Complete the updating of OM merchandise offer
5. Complete digitisation of the Archive which will allow us to celebrate the heritage of Malvern College more widely across the community

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

Structure, governance and management

The Society is a company limited by guarantee. It was incorporated on 30 April 1926 and is governed by its Memorandum and Articles of Association. It was registered as a charity on 1 November 1963.

The Board of Trustees is responsible for directing the business of the Society. Day-to-day business is managed by the Operations Director. This falls under the remit of the College's Chief Operating Officer, who reports directly to the Board of Trustees.

All the elected and nominated Trustees of the Board serve a three-year term unless otherwise indicated below. Most Trustees are elected at the Annual General meeting but others are nominated by other groups associated with Malvern College. The categories and method of appointment of Trustees are:

1. The President
2. Up to nine Trustees who retire on a rotational basis, except that the Board of Trustees may co-opt a member of the Society to fill a casual vacancy until the next AGM
3. Two Trustees nominated by the Council of Malvern College
4. The Head of Malvern College, who is a member ex-officio
5. One Trustee nominated by the Common Room of the Senior School of Malvern College
6. Up to two Trustees who are parents of pupils in the Senior School of Malvern College, who are nominated by the Parents' Forum
7. Vice-Presidents who, once elected, hold office for life but are non-voting Trustees

The Chairman of the Board of Trustees is one of the nine elected Trustees.

Once elected the trustees receive training and guidance on the role and responsibility of a trustee from the Board through a prepared Trustee Briefing Pack which includes information about the Society (legal form, history and current material) and guidance from the Charity Commission on the role of a trustee and other best practice issues. At other times regular updates are provided for all trustees.

Responsibilities of the Trustees

The Trustees carry out regular reviews of Malvernian Society plans and activities through official Trustee meetings held in March, June and November each year and through informal contact between meetings, usually either in Malvern or London. Since March 2020 Trustees have become used to meeting via Zoom or Teams. It is the aim of Trustees to add comments and direction to the Operations Director and Chairman of Trustees, with a view to ensuring good practice and effective fund management and disbursement, according to our aims and objectives.

Where a subject of particular focus needs attention, such as the Property Portfolio or our Investment oversight, then a sub-committee is typically formed which can spend additional time to research and propose action to the Trustees as a whole.

Responsibilities of the Malvernian Society Staff

As at 31 July 2021, 5 members of staff TUPE transferred from the Malvernian Society to Malvern College. Associated costs are incurred by the College as a gift in kind.

These staff carry out all day-to-day activities according to the priorities for the year, and in close association with the senior personnel of the College, such as the Headmaster, the Chief Operating Officer, the Finance Director, the Director of Marketing & Admissions and the Chairman of College Council.

Related Parties and Conflicts of Interests

The Board of Trustees has adopted an appropriate and comprehensive policy to identify all transactions with related parties or other transactions which might involve any conflict of interest.

Risk Management Statement

The Board of Trustees has identified the major risks facing the Society. A Risk Management Register is maintained and the risks highlighted are reviewed regularly by the Operations Director to ensure that they do not pose a threat to the Society. The Register is reviewed at least annually by Trustees.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

Risks are categorised as either strategic, operational, financial or compliance. The key risks identified under these headings are the impact on fundraising of economic factors, loss of those key personnel employed by Malvern College that work on the Society's activities, and stock market volatility. Steps are taken to mitigate these risks through establishing clear roles, responsibilities and reporting lines within the Society, effective communication and through on-going monitoring.

Auditor

Crowe U.K. LLP is the appointed auditor for the year ended 31 July 2023.

Disclosure of information to auditor

Each Trustee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Statement of Trustees' Responsibilities

The Trustees, who are also the directors of Malvernian Society Limited for the purpose of company law, are responsible for preparing the Trustees' 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 which give a true and fair view of the state of affairs of the Society 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 (FRS 102) (effective 1 January 2019);
- 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 Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.



T D Straker (Chairman of the Malvernian Society)

on behalf of the Trustees

Date: 11th November 2023

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED

Opinion

We have audited the financial statements of the Malvernian Society Limited for the year ended 31 July 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustees are responsible for the other information contained within the annual report. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the 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 directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or 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 and proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 7, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and under the Companies Act 2006 and report in accordance with the Acts 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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

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 identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act 2011 with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context were General Data Protection Regulation (GDPR), Anti-Fraud, Bribery and Corruption Legislation.

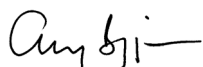
Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the override of controls by management. Our audit procedures to respond to these risks included enquiries of management and the Board about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 auditor's 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 and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Guy Biggin (Senior Statutory Auditor)

for and on behalf of

Crowe U.K. LLP

Statutory Auditor

4th Floor, St James' House, St James' Square, Cheltenham, Gloucestershire GL50 3PR

Date: 22 December 2023

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) FOR THE YEAR ENDED 31 JULY 2023

| | Notes | Unrestricted funds general 2023 £ | Unrestricted funds designated 2023 £ | Restricted funds 2023 £ | Endowment funds 2023 £ | Total 2023 £ | Total 2022 £ |
|--|-----------|--------------------------------------|---|----------------------------|---------------------------|-------------------|-------------------|
| Income from: | | | | | | | |
| Donations & legacies | 3 | 388,902 | - | 433,734 | - | 822,636 | 504,593 |
| Other trading activities | 4 | 11,075 | - | - | - | 11,075 | 190 |
| Investments | 5 | 138,995 | 83,879 | 32,285 | 1,018 | 256,177 | 251,540 |
| Total income and endowments | | 538,972 | 83,879 | 466,019 | 1,018 | 1,089,888 | 756,323 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 1,873 | 14,979 | 20,360 | 878 | 38,090 | 39,779 |
| Charitable activities | 7 | 378,115 | - | 247,335 | - | 625,450 | 759,881 |
| Total expenditure | | 379,988 | 14,979 | 267,695 | 878 | 663,540 | 799,660 |
| Net (losses) on investments | 12 | (11,471) | (49,793) | (68,479) | (5,404) | (135,147) | (324,128) |
| Net income / (expenditure) before transfers | | 147,513 | 19,107 | 129,845 | (5,264) | 291,201 | (367,465) |
| Gross transfers between funds | 13 | - | - | - | - | - | - |
| Net income / (expenditure) | | 147,513 | 19,107 | 129,845 | (5,264) | 291,201 | (367,465) |
| Other recognised gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | (70,000) | - | - | - | (70,000) | 625,000 |
| Net movement in funds | | 77,513 | 19,107 | 129,845 | (5,264) | 221,201 | 257,535 |
| Fund balances at 1 August 2022 | 25 | 10,240,704 | 3,005,403 | 3,007,464 | 276,315 | 16,529,886 | 16,272,351 |
| Fund balances at 31 July 2023 | 25 | 10,318,217 | 3,024,510 | 3,137,309 | 271,051 | 16,751,087 | 16,529,886 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

Prior financial year

| | Notes | Unrestricted funds general 2022 £ | Unrestricted funds designated 2022 £ | Restricted funds 2022 £ | Endowment funds 2022 £ | Total 2022 £ |
|--|-----------|--------------------------------------|---|----------------------------|---------------------------|-------------------|
| Income from: | | | | | | |
| Donations & legacies | 3 | 420,835 | - | 83,758 | - | 504,593 |
| Other trading activities | 4 | 190 | - | - | - | 190 |
| Investments | 5 | 129,880 | 86,619 | 33,952 | 1,089 | 251,540 |
| Total income and endowments | | 550,905 | 86,619 | 117,710 | 1,089 | 756,323 |
| Expenditure on: | | | | | | |
| Raising funds | 6 | 1,962 | 15,643 | 21,259 | 915 | 39,779 |
| Charitable activities | 7 | 473,598 | - | 286,283 | - | 759,881 |
| Total expenditure | | 475,560 | 15,643 | 307,542 | 915 | 799,660 |
| Net gains on investments | 12 | (93,298) | (127,022) | (98,372) | (5,436) | (324,128) |
| Net income / (expenditure) before transfers | | (17,953) | (56,046) | (288,204) | (5,262) | (367,465) |
| Gross transfers between funds | 13 | 591,883 | 410,000 | (1,001,883) | - | - |
| Net income / (expenditure) | | 573,930 | 353,954 | (1,290,087) | (5,262) | (367,465) |
| Other recognised gains and losses | | | | | | |
| Revaluation of tangible fixed assets | 15 | 625,000 | - | - | - | 625,000 |
| Net movement in funds | | 1,198,930 | 353,954 | (1,290,087) | (5,262) | 257,535 |
| Fund balances at 1 August 2021 | | 9,041,774 | 2,651,449 | 4,297,551 | 281,577 | 16,272,351 |
| Fund balances at 31 July 2022 | 25 | 10,240,704 | 3,005,403 | 3,007,464 | 276,315 | 16,529,886 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 33 form part of these financial statements.

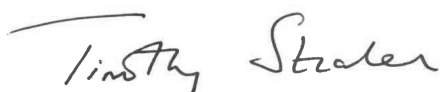
MALVERNIAN SOCIETY LIMITED

BALANCE SHEET AS AT 31 JULY 2023

| | Notes | 2023 | | 2022 | |
|---|-------|-------------------|---|-------------------|---|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 14 | 6,611,300 | | 6,681,300 | |
| Investments | 16 | 6,428,414 | | 6,563,561 | |
| | | <u>13,039,714</u> | | <u>13,244,861</u> | |
| Current assets | | | | | |
| Stocks | 18 | 13,998 | | 10,975 | |
| Debtors | 19 | 195,761 | | 4,872 | |
| Cash at bank and in hand | | 3,526,187 | | 3,305,102 | |
| | | <u>3,735,946</u> | | <u>3,320,949</u> | |
| Creditors: amounts falling due within one year | 20 | <u>(24,573)</u> | | <u>(35,924)</u> | |
| Net current assets | | <u>3,711,373</u> | | <u>3,285,025</u> | |
| Total assets less current liabilities | | <u>16,751,087</u> | | <u>16,529,886</u> | |
| Capital funds | | | | | |
| <u>Endowment funds</u> | 22 | 271,051 | | 276,315 | |
| <u>Restricted funds</u> | | | | | |
| General restricted funds | 23 | 3,137,309 | | 3,007,464 | |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 24 | 3,024,510 | | 3,005,403 | |
| General unrestricted funds | | 3,753,812 | | 3,606,299 | |
| Revaluation reserve | | 6,564,405 | | 6,634,405 | |
| | | <u>13,342,727</u> | | <u>13,246,107</u> | |
| | 25 | <u>16,751,087</u> | | <u>16,529,886</u> | |

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 11th November 2023



T D Straker, Chairman
Company Registration No. 00213672

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 JULY 2023

| | Notes | 2023 | | 2022 | |
|---|-------|---------|------------------|---------|------------------|
| | | £ | £ | £ | £ |
| Cash flows from operating activities | | | | | |
| Cash (used in) operations | 27 | | (35,092) | | (277,153) |
| Investing activities | | | | | |
| Purchase of other investments | | - | | (4,560) | |
| Investment income and rental income received | | 256,177 | | 251,540 | |
| Net cash provided by investing activities | | | 256,177 | | 246,980 |
| Net increase / (decrease) in cash and cash equivalents | | | 221,085 | | (30,173) |
| Cash and cash equivalents at beginning of year | | | 3,305,102 | | 3,335,275 |
| Cash and cash equivalents at end of year | | | <u>3,526,187</u> | | <u>3,305,102</u> |

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

Company information

The Malvernian Society Limited, charity number 527573 and company number 00213672, is a charity and private company limited by guarantee incorporated in England and Wales. The company is registered in England and its registered office is Malvern College, Malvern, Worcestershire, WR14 3DF.

Accounting convention

The financial statements have been prepared in accordance with the Society's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 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 Society is a Public Benefit Entity as defined by FRS 102.

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Society 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.

Charitable funds

Unrestricted funds can be used in accordance with the charitable objects of the Society at the discretion of the Trustees.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for scholarships.

Restricted funds are to be used for specific purposes as specified by the donors.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donors.

Income

Income is recognised when the Society is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Society has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income except donations and legacies, are included on a receivable basis, i.e. they are recognised in the period in which they are receivable, e.g. rental income.

Income from listed investments are included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the income being payable.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Society has sufficient evidence that a gift has been left to it (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy is recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Society, can be reliably measured. Recognition is therefore made on the production of estate accounts.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies (continued)

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at valuation.

Freehold land and buildings are revalued to market value annually and any revaluation surplus or deficit is recognised in the statement of financial activities.

Donated assets classified as collectables are held at valuation. The value is reviewed on an annual basis. As a consequence of the regular revaluation policy, depreciation is not charged on tangible fixed assets.

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.

Investments

Fixed asset investments are re-measured to market value at each Balance Sheet date. Gains and losses on re-measurement are recognised in the statement of financial activities for the period.

Impairment of fixed assets

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income / (expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost comprises purchase price and net realisable value is the estimated selling price.

Net realisable value is the estimated selling price less all estimated to be incurred in marketing, selling and distribution.

Debtors

Short term debtors are measured at transaction price, less any impairment.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies (continued)

Cash and cash equivalents

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

Financial instruments

The Society 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 Society's balance sheet when the Society becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade debtors, other debtors, accrued income and cash and bank balances, are measured at transaction price including transaction costs 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.

Basic financial liabilities

Basic financial liabilities, including trade creditors, other creditors and accruals are initially recognised at transaction price.

Derecognition of financial liabilities

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

Trade creditors

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 at transaction price and settlement amount.

Pension costs

In the prior year the Society made payments to pension schemes operated by Malvern College with fixed contributions being paid into these schemes by the Society. Once the payments had been made the Society had no further payment obligations.

The contributions were recognised as an expense in the Statement of Financial Activities when they fell due. Amounts not paid were shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Society in independently administered funds.

2 Critical accounting estimates and judgements

In the application of the Society'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 Society carries its freehold land and buildings at fair value, with changes in fair value being recognised in the SOFA. Fair value is determined by independent valuation specialists as stated in note 14.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

3 Donations and legacies

| | Unrestricted funds general 2023 £ | Restricted funds 2023 £ | Endowment funds 2023 £ | Total 2023 £ | Total 2022 £ |
|----------------------------|---|----------------------------------|---------------------------------|--------------------|--------------------|
| Donations and gifts | 374,576 | 217,755 | - | 592,331 | 494,023 |
| Legacies receivable | 14,326 | 215,979 | - | 230,305 | 10,570 |
| | <u>388,902</u> | <u>433,734</u> | <u>-</u> | <u>822,636</u> | <u>504,593</u> |
| Donations and gifts | | | | | |
| Donations | 366,383 | 203,725 | - | 570,108 | 476,585 |
| Tax recoverable | 8,193 | 14,030 | - | 22,223 | 17,438 |
| | <u>374,576</u> | <u>217,755</u> | <u>-</u> | <u>592,331</u> | <u>494,023</u> |
| Year ended 31 July 2022 | <u>410,265</u> | <u>83,758</u> | <u>-</u> | | <u>494,023</u> |

4 Other trading activities

| | Unrestricted funds general 2023 £ | Unrestricted funds general 2022 £ |
|------------|---|---|
| OM Trading | <u>11,075</u> | <u>190</u> |

5 Investments

| | Unrestricted funds general 2023 £ | Unrestricted funds designated 2023 £ | Restricted funds 2023 £ | Endowment funds 2023 £ | Total 2023 £ | Total 2022 £ |
|--------------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Rental income | 19,500 | - | - | - | 19,500 | 19,500 |
| Income from listed investments | 103,358 | 66,512 | 8,672 | - | 178,542 | 178,463 |
| Investment management credits | - | 17,367 | 23,613 | 1,018 | 41,998 | 46,273 |
| Interest receivable | 16,137 | - | - | - | 16,137 | 7,304 |
| | <u>138,995</u> | <u>83,879</u> | <u>32,285</u> | <u>1,018</u> | <u>256,177</u> | <u>251,540</u> |
| Year ended 31 July 2022 | <u>129,880</u> | <u>86,619</u> | <u>33,952</u> | <u>1,089</u> | | <u>251,540</u> |

6 Raising funds

| | Unrestricted funds general 2023 £ | Unrestricted funds designated 2023 £ | Restricted funds 2023 £ | Endowment funds 2023 £ | Total 2023 £ | Total 2022 £ |
|-------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Investment management | <u>1,873</u> | <u>14,979</u> | <u>20,360</u> | <u>878</u> | <u>38,090</u> | <u>39,779</u> |
| Year ended 31 July 2022 | <u>1,962</u> | <u>15,643</u> | <u>21,259</u> | <u>915</u> | | <u>39,779</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

7 Charitable activities

| | 2023 £ | 2022 £ |
|--|----------------|----------------|
| Staff costs | - | 15,944 |
| Postage | (23) | (270) |
| Printing and stationery | (6) | - |
| Events | 22,003 | 23,438 |
| Marketing and media | - | 466 |
| | <u>21,974</u> | <u>39,578</u> |
| Grant funding of activities (see note 8) | 249,339 | 370,498 |
| Share of support costs (see note 9) | 339,969 | 339,432 |
| Share of governance costs (see note 9) | 14,168 | 10,373 |
| | <u>625,450</u> | <u>759,881</u> |
| Analysis by fund | | |
| Unrestricted funds - general | 378,115 | 473,598 |
| Restricted funds - grant funding expenditure | 247,335 | 286,283 |
| | <u>625,450</u> | <u>759,881</u> |

8 Grants payable

| | 2023 £ | 2022 £ |
|---|----------------|----------------|
| Grants to institutions: | | |
| Unrestricted | | |
| Malvern College | - | 556 |
| Malvern College - Disability access | - | 80,966 |
| Malvern College - Defibrillator | 1,004 | - |
| Malvern College - Sport | 1,000 | - |
| Malvern College - Steinway | - | 2,093 |
| OM Clubs | - | 600 |
| Restricted | | |
| Malvern College Centenary Appeal Fund | 83,850 | 79,748 |
| Assisted Places | 8,402 | 27,168 |
| Assisted Places (Hayter) | 30,000 | 30,000 |
| Bishop John & Arthur Mort Bursary | - | 13,900 |
| Marston-Riley Scholarship | 1,660 | 1,660 |
| CTM Dunn | 21,480 | 19,977 |
| Shand-Kydd Special Fund | 500 | 3,000 |
| JMM Memorial Fund | - | 11,613 |
| Prize Funds (number of small awards from the various prize funds) | - | 3,000 |
| Chesterton Cricket Award | 2,000 | 2,000 |
| Steinway | - | 1,270 |
| James Cox Scholarship | 1,000 | 1,000 |
| Assisted Places (Bowtell) | 20,000 | 20,000 |
| Rachael Heyhoe-Flint | 2,000 | 2,000 |
| Rackets | 500 | - |
| Clark Scholarship | 74,843 | 69,947 |
| Dubai Cricket Tour | 1,000 | - |
| South Africa Rugby Tour | 100 | - |
| | <u>249,339</u> | <u>370,498</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

9 Support costs

| | Support costs £ | Governance costs £ | 2023 £ | 2022 £ |
|---|--------------------|-----------------------|----------------|----------------|
| Staff costs | 295,000 | - | 295,000 | 295,000 |
| Audit fees | - | 14,168 | 14,168 | 9,860 |
| Office expenses | 42,358 | - | 42,358 | 42,995 |
| Administrative expenses | - | - | - | 513 |
| Bank charges | 2,611 | - | 2,611 | 1,437 |
| | <u>339,969</u> | <u>14,168</u> | <u>354,137</u> | <u>349,805</u> |
| Year ended 31 July 2022 | <u>339,432</u> | <u>10,373</u> | | <u>349,805</u> |
| Analysed between Charitable activities | <u>339,969</u> | <u>14,168</u> | <u>354,137</u> | <u>349,805</u> |

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year. No expenses were reimbursed to trustees during the year (2022 - £Nil).

11 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2023 No. | 2022 No. |
|----------------|-------------|-------------|
| Administrative | - | - |

Employment costs (gift in kind from Malvern College)

| | 2023 £ | Restated 2022 £ |
|-----------------------|----------------|-----------------------|
| Wages and salaries | 295,000 | 308,914 |
| Social security costs | - | 1,409 |
| Pension costs | - | 621 |
| | <u>295,000</u> | <u>310,944</u> |

The amount shown above in respect of pension costs represents the total amount payable by the charitable company for the year.

As described in the Trustees' Report, the staff previously employed by the Society were transferred to Malvern College, and are paid through that entity.

There were two employees included within the above gift in kind whose annual remuneration was between £60,000 and £70,000 (2022: none).

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

12 Net gains / (losses) on investments

| | Unrestricted funds general 2023 £ | Unrestricted funds designated 2023 £ | Restricted funds 2023 £ | Endowment funds 2023 £ | Total 2023 £ | Total 2022 £ |
|----------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Revaluation of investments | (11,471) | (49,793) | (68,479) | (5,404) | (135,147) | (324,128) |
| Year ended 31 July 2022 | (93,298) | (127,022) | (98,372) | (5,436) | | (324,128) |

13 Transfers

No transfers between funds were made in the year (2022 – £410,000 from unrestricted to designated funds and £1,001,883 from restricted to unrestricted funds).

14 Tangible fixed assets

| | Freehold land And buildings £ | Collectables £ | Total £ |
|--------------------------|-------------------------------------|-------------------|------------|
| Cost or valuation | | | |
| At 1 August 2022 | 6,675,000 | 6,300 | 6,681,300 |
| Revaluation | (70,000) | - | (70,000) |
| At 31 July 2023 | 6,605,000 | 6,300 | 6,611,300 |
| Carrying amount | | | |
| At 31 July 2023 | 6,605,000 | 6,300 | 6,611,300 |
| At 31 July 2022 | 6,675,000 | 6,300 | 6,681,300 |

The freehold land and buildings were valued at £6,605,000, by Colin Townsend MRICS of John Goodwin Chartered Surveyors, at 31 July 2023. The Society has adopted the policy of revaluing its freehold land and buildings in accordance with current Financial Reporting Standards.

At 31 July 2023, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £521,719 (2022 - £521,719).

In 2010 Timothy Straker donated the Wisden's Almanac and Cabinet which is shown under collectables. The Trustees have assessed the collection and in their opinion the worth of the collection remains unchanged at £6,300 at the balance sheet date.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

15 Revaluation of fixed assets

| | Unrestricted funds general £ | Restricted funds £ | Total £ |
|-------------------------------------|---------------------------------------|--------------------------|------------|
| Revaluation in year to 31 July 2022 | 625,000 | - | 625,000 |
| Revaluation in year to 31 July 2023 | (70,000) | - | (70,000) |

16 Fixed asset investments

| | Listed Investments £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| At 31 July 2022 | 6,563,561 |
| Additions | - |
| Valuation changes | (135,147) |
| At 31 July 2023 | <u>6,428,414</u> |
| Carrying amount | |
| At 31 July 2023 | <u>6,428,414</u> |
| At 31 July 2022 | <u>6,563,561</u> |

Fixed asset investments revalued

All quoted investment valuations are as provided by the Investment advisors. Charities Official Investment Fund valuation is as provided by CCLA Investment Management Limited.

17 Financial instruments

| | 2023 £ | 2022 £ |
|--|------------------|------------------|
| Carrying amount of financial assets | | |
| Measured at fair value | <u>6,428,414</u> | <u>6,563,561</u> |

Financial assets measured at fair value through the profit and loss comprise fixed asset investments.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

18 Stocks

| | 2023 £ | 2022 £ |
|------------------|-----------|-----------|
| Goods for resale | 13,998 | 10,975 |

19 Debtors

| | 2023 £ | 2022 £ |
|--------------------------------|----------------|--------------|
| Trade debtors | 1,501 | 591 |
| Prepayments and accrued income | 194,260 | 4,281 |
| | <u>195,761</u> | <u>4,872</u> |

20 Creditors: amounts falling due within one year

| | 2023 £ | 2022 £ |
|------------------------------|---------------|---------------|
| Trade creditors | 1,278 | 3,128 |
| Other creditors | 8,851 | 20,328 |
| Accruals and deferred income | 14,444 | 12,468 |
| | <u>24,573</u> | <u>35,924</u> |

21 Retirement benefit schemes

Defined contribution schemes

The Society operated a defined contribution pension scheme for all qualifying employees prior to their transfer to Malvern College. The assets of the scheme are held separately from those of the Society in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £nil (2022 - £621).

22 Endowment funds

Endowment funds represent assets which must be held permanently by the Society. Income arising on the endowment funds can be used in accordance with the objects of the Society and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

22 Endowment funds (continued)

| | Balance at 1 August 2022 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2023 £ |
|------------------------------------|-------------------------------------|--------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 3,033 | - | - | (60) | 2,973 |
| Shand-Kydd Special Fund | 32,781 | - | - | (648) | 32,133 |
| EH Moss Exhibition | 12,410 | - | - | (245) | 12,165 |
| Toovey Art Prize | 757 | - | - | (15) | 742 |
| Berridge Chemistry Prize | 1,179 | - | - | (23) | 1,156 |
| HW Smith Exhibition | 2,169 | - | - | (43) | 2,126 |
| Gwynne-Jones Exhibition | 1,053 | - | - | (179) | 874 |
| Wright Ingle Exhibition | 2,206 | - | - | (375) | 1,831 |
| Heath Harrison Exhibition | 49,123 | - | - | (481) | 48,642 |
| Wheeler Bennett History Prize | 1,703 | - | - | (34) | 1,669 |
| AR Duff Memorial Fund | 31,483 | - | - | (622) | 30,861 |
| James Cox Scholarship | 104,909 | 777 | (670) | (1,319) | 103,697 |
| Rackets Fund | 33,509 | 241 | (208) | (1,360) | 32,182 |
| | <u>276,315</u> | <u>1,018</u> | <u>(878)</u> | <u>(5,404)</u> | <u>271,051</u> |

Prior year

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2022 £ |
|------------------------------------|-------------------------------------|--------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 3,058 | - | - | (25) | 3,033 |
| Shand-Kydd Special Fund | 33,048 | - | - | (267) | 32,781 |
| EH Moss Exhibition | 12,511 | - | - | (101) | 12,410 |
| Toovey Art Prize | 763 | - | - | (6) | 757 |
| Berridge Chemistry Prize | 1,189 | - | - | (10) | 1,179 |
| HW Smith Exhibition | 2,187 | - | - | (18) | 2,169 |
| Gwynne-Jones Exhibition | 1,127 | - | - | (74) | 1,053 |
| Wright Ingle Exhibition | 2,360 | - | - | (154) | 2,206 |
| Heath Harrison Exhibition | 49,321 | - | - | (198) | 49,123 |
| Wheeler Bennett History Prize | 1,717 | - | - | (14) | 1,703 |
| AR Duff Memorial Fund | 31,739 | - | - | (256) | 31,483 |
| James Cox Scholarship | 108,047 | 825 | (693) | (3,269) | 104,909 |
| Rackets Fund | 34,511 | 264 | (222) | (1,044) | 33,509 |
| | <u>281,577</u> | <u>1,089</u> | <u>(915)</u> | <u>(5,436)</u> | <u>276,315</u> |

The Rackets Endowment Fund is to be used to help boys and girls play rackets and compete at Queen's, (whether this is in the form of providing rackets to boys and girls of particular talent or funding the costs of accommodation for selected boys and girls competing at Queen's). The income can also be used to fund the travel expenses of the occasional tour to North America.

The terms under which the rest of the endowment funds were established are detailed in note 23.

Income earned on the permanent endowment funds is taken to restricted funds and distributed as described in note 23.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

23 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 2022 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2023 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 1,533,055 | 213,365 | (99,518) | - | (53,441) | 1,593,461 |
| Capt. HL Grant | 424,909 | 3,136 | (2,704) | - | (6,978) | 418,363 |
| Chesterton Cricket Award | 67,798 | 509 | (2,439) | - | 71 | 65,939 |
| Bishop John & Arthur Mort Bursary | 63,663 | 456 | (393) | - | (2,938) | 60,788 |
| Blake Dunbar Music Scholarship | 49,354 | 375 | (324) | - | 655 | 50,060 |
| Marston Riley Scholarship | 55,778 | 402 | (2,007) | - | (2,197) | 51,976 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 28,740 | 923 | (500) | - | - | 29,163 |
| EH Moss Exhibition | 682 | 349 | - | - | - | 1,031 |
| Gwynne Jones Exhibition | 498 | 255 | - | - | - | 753 |
| Wright Ingle Exhibition | 1,043 | 534 | - | - | - | 1,577 |
| Heath Harrison Exhibition | 32,129 | 685 | - | - | - | 32,814 |
| AR Duff Memorial Fund | 9,836 | 886 | - | - | - | 10,722 |
| James Cox Scholarship | 18,968 | 134 | (1,116) | - | (1,108) | 16,878 |
| CW Nicholls Memorial Fund | 15,466 | - | - | - | 156 | 15,622 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | - | 68,735 | (8,402) | - | - | 60,333 |
| Assisted Places (Bowtell) | 7,405 | 15,625 | (20,000) | - | - | 3,030 |
| Assisted Places (Hayter) | 122,626 | - | (30,000) | - | - | 92,626 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| Chapel Sound System | 3,897 | 250 | - | - | - | 4,147 |
| Chapel Organ | 3,130 | - | - | - | - | 3,130 |
| CTM Dunn Music Department | 2,284 | 19,195 | (21,479) | - | - | - |
| Theatre | 502 | - | - | - | - | 502 |
| Theatre | 2,284 | - | - | - | - | 2,284 |
| Nieper Art Scholarship | 83,512 | - | - | - | - | 83,512 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,878 | 125 | (500) | - | - | 1,503 |
| House No.5 Fund | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

23 Restricted funds (continued)

| | Balance at 1 August 2022 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ Losses £ | Balance at 31 July 2023 £ |
|--|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 312,107 | 5,700 | (74,843) | - | - | 242,964 |
| Rachael Heyhoe Flint Award | 10,000 | - | (2,000) | - | - | 8,000 |
| Hardship | 2,025 | 500 | - | - | - | 2,525 |
| Music School | 1,500 | 19,427 | - | - | - | 20,927 |
| Dubai Cricket Tour | 1,000 | - | (1,000) | - | - | - |
| Digitalisation of Archive | 5,000 | 1,348 | - | - | - | 6,348 |
| Cricket Sight Screens | - | 175 | - | - | - | 175 |
| Green Fund | - | 111,501 | - | - | - | 111,501 |
| South Africa Rugby Tour | - | 125 | (100) | - | - | 25 |
| Lucy Shepherd | - | 50 | - | - | - | 50 |
| Restricted endowments (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,508 | 75 | - | - | (53) | 3,530 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,941 | 85 | - | - | - | 2,026 |
| Toovey Art Prize | 120 | 21 | - | - | - | 141 |
| Berridge Chemistry Prize | 695 | 33 | - | - | - | 728 |
| HW Smith Exhibition | 1,325 | 61 | - | - | - | 1,386 |
| Wheeler Bennett History Prize | 1,178 | 48 | - | - | - | 1,226 |
| James Richford Cricket Prize | 6,382 | 109 | - | - | (77) | 6,414 |
| Photographic Prize | 2,061 | 37 | - | - | (26) | 2,072 |
| RH Farrar Mathematical Prize | 12,403 | 184 | - | - | (129) | 12,458 |
| RWA Manly Backstage Prize | 950 | 11 | - | - | (8) | 953 |
| Prize Funds | 59,512 | 429 | (370) | - | (2,359) | 57,212 |
| RK Blumenau Philosophy Prize | 4,507 | 47 | - | - | - | 4,554 |
| Roger Short Prize | 1,303 | 47 | - | - | - | 1,350 |
| RH Cobb Mathematical Prize | 3,865 | 67 | - | - | (47) | 3,885 |
| Matthew Hind Golf Prize | 130 | - | - | - | - | 130 |
| Arvid Pardo Prize | 7,490 | - | - | - | - | 7,490 |
| | 3,007,464 | 466,019 | (267,695) | - | (68,479) | 3,137,309 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

23 Restricted funds (continued)

Prior year

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2022 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 2,684,706 | 23,687 | (96,116) | (1,004,383) | (74,839) | 1,533,055 |
| Capt. HL Grant Chesterton Cricket Award | 437,616 | 3,344 | (2,809) | - | (13,242) | 424,909 |
| Bishop John & Arthur Mort Bursary | 71,887 | 534 | (2,448) | - | (2,175) | 67,798 |
| Blake Dunbar Music Scholarship | 79,901 | 501 | (14,321) | - | (2,418) | 63,663 |
| Marston Riley Scholarship | 50,830 | 388 | (326) | - | (1,538) | 49,354 |
| | 59,158 | 439 | (2,029) | - | (1,790) | 55,778 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 30,820 | 920 | (3,000) | - | - | 28,740 |
| EH Moss Exhibition Gwynne Jones Exhibition | 334 | 348 | - | - | - | 682 |
| Wright Ingle Exhibition | 244 | 254 | - | - | - | 498 |
| Heath Harrison Exhibition | 511 | 532 | - | - | - | 1,043 |
| AR Duff Memorial Fund | 31,446 | 683 | - | - | - | 32,129 |
| James Cox Scholarship | 8,954 | 882 | - | - | - | 9,836 |
| CW Nicholls Memorial Fund | 20,566 | 149 | (1,125) | - | (622) | 18,968 |
| Running Track Fund | 15,146 | - | - | - | 320 | 15,466 |
| Bursaries/Assisted Places | 5,105 | - | - | - | - | 5,105 |
| Assisted Places (Bowtell) | - | 24,668 | (27,168) | 2,500 | - | - |
| Assisted Places (Hayter) | 8,655 | 18,750 | (20,000) | - | - | 7,405 |
| Bridge Fund | 152,626 | - | (30,000) | - | - | 122,626 |
| Chapel Sound System | 1,365 | - | - | - | - | 1,365 |
| Chapel Organ | 3,647 | 250 | - | - | - | 3,897 |
| CTM Dunn | 3,130 | - | - | - | - | 3,130 |
| Music Department | 261 | 22,000 | (19,977) | - | - | 2,284 |
| Steinway | 502 | - | - | - | - | 502 |
| Theatre | 1,270 | - | (1,270) | - | - | - |
| Nieper Art Scholarship | 2,034 | 250 | - | - | - | 2,284 |
| RKB Lecture Series | 83,512 | - | - | - | - | 83,512 |
| Golf Facilities | 23,580 | - | - | - | - | 23,580 |
| George Sayer Fellow | 1,174 | - | - | - | - | 1,174 |
| Rackets Fund | 7,501 | - | - | - | - | 7,501 |
| House No.5 Fund | 1,753 | 125 | - | - | - | 1,878 |
| | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

23 Restricted funds (continued)

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2022 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|--------------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 373,863 | 8,191 | (69,947) | - | - | 312,107 |
| JMM Memorial Fund | 11,613 | - | (11,613) | - | - | - |
| Rachael Heyhoe Flint Award | 12,000 | - | (2,000) | - | - | 10,000 |
| Hardship | - | 2,025 | - | - | - | 2,025 |
| Music School | - | 1,500 | - | - | - | 1,500 |
| Dubai Cricket Tour | - | 1,000 | - | - | - | 1,000 |
| Digitalisation of Archive | - | 5,000 | - | - | - | 5,000 |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,455 | 75 | - | - | (22) | 3,508 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,881 | 85 | (25) | - | - | 1,941 |
| Toovey Art Prize | 199 | 21 | (100) | - | - | 120 |
| Berridge Chemistry Prize | 687 | 33 | (25) | - | - | 695 |
| HW Smith Exhibition | 1,289 | 61 | (25) | - | - | 1,325 |
| Wheeler Bennett History Prize | 1,130 | 48 | - | - | - | 1,178 |
| James Richford Cricket Prize | 6,330 | 109 | (25) | - | (32) | 6,382 |
| Photographic Prize | 2,061 | 36 | (25) | - | (11) | 2,061 |
| RH Farrar Mathematical Prize | 12,298 | 183 | (25) | - | (53) | 12,403 |
| RWA Manly Backstage Prize | 992 | 11 | (50) | - | (3) | 950 |
| Prize Funds | 63,973 | 468 | (2,993) | - | (1,936) | 59,512 |
| RK Blumenau Philosophy Prize | 4,456 | 47 | - | - | 4 | 4,507 |
| Roger Short Prize | 1,252 | 47 | - | - | 4 | 1,303 |
| RH Cobb Mathematical Prize | 3,843 | 66 | (25) | - | (19) | 3,865 |
| Matthew Hind Golf Prize | 155 | - | (25) | - | - | 130 |
| Arvid Pardo Prize | 7,540 | - | (50) | - | - | 7,490 |
| | <u>4,297,551</u> | <u>117,710</u> | <u>(307,542)</u> | <u>(1,001,883)</u> | <u>(98,372)</u> | <u>3,007,464</u> |

Restricted Endowments (Permanent)

The Centenary Appeal Fund was set up in 1965 to provide a maintenance & improvement fund for the College, with a reserve fund to endow scholarships.

The Capt. H L Grant Fund was set up in 1955 for sons of regular officers in the Royal Artillery, or sons of regular army officers generally, whose circumstances were such that they could not, without assistance, be sent to Malvern. The Bursary must be awarded by the recommendation of the Headmaster and the Chairman of the Malvernian Society Committee. This fund was amalgamated with the EH Moss Exhibition fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Chesterton Cricket Awards' income from the principal sum is to be used to provide an award to a senior school student of Malvern College who is not only a cricketer with outstanding prospects but also has shown acceptable academic standards.

The Bishop John & Arthur Mort Bursary was set up in 1998 to provide a bursary to fee-paying parents unable to continue paying fees owing to an unforeseen change of circumstances.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

23 Restricted funds (continued)

The Blake Dunbar Music Scholarship is to be used to encourage a pupil to join the college who has a particular interest in music.

The Marston Riley Scholarship is a general scholarship to be awarded to a pupil as agreed by the Headmaster and Trustees of the Malvernian Society.

The following Restricted Endowments (Permanent) have associated restricted funds:

The Shand-Kydd Special Fund was set up in 1977 to apply grants to Malvern College not related to bricks and mortar or scholarships. Initially grants were made to assist the Malvern Schools and Industry project. Nowadays it is used to support pupils, at the Society's discretion, to participate in overseas language trips and work experiences. From 2020 the College careers department is asked to recommend a pupil to be supported on STEM-based work experience to the value of £300 each year.

The EH Moss Exhibition was set up in 1946, as part of the 'War Memorial Fund'; the parameters for making an award were in order of preference: 1. To the son of an OM, killed in the 2nd World War, with preference for the RAF. 2. To the son of any other deceased OM. 3. To the son of any other OM. 4. Any other boy (sic), who wouldn't otherwise be able to come to the College. This fund was amalgamated with the Capt. HL Grant Fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Gwynne-Jones Exhibition was set up in 1919 to fund awards to former pupils of Malvern College who have gone to the universities of Oxford, Cambridge or to the Royal Military Academy, Woolwich. A preference was made for the intellectual qualifications of the candidate, but also a preference for a No. 2 boy. In 2017 the fund was amalgamated with the Wright-Ingle and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2022 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Wright Ingle Exhibition was set up in 1918, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford, or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne Jones and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2022 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Heath Harrison Exhibition was set up in 1898, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne-Jones and Wright-Ingle Funds to make awards to successful Oxbridge candidates. From 2022 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Alan Duff Memorial Fund was set up in 1989 to help pupils to take part in sporting or other worthwhile scientific or educational activities which they would not otherwise be able to afford.

The James Cox Scholarship was set up in 2003 to fund an award made for all-round excellence (not just academic) to a pupil on entry to The Downs (ex-Hillstone) year 7 (whether from within the Downs or not) tenable for seven years through to the U6.

The Society also manages the following Restricted Funds:

The Colin Nicholls Memorial Fund was set up in 1988 to help pupils to take part in educational trips.

The Running Track Fund is a project not pursued by the College in recent years. The funds are being held until such time as Malvern College wishes to move ahead with the project.

Bursaries/ Assisted Places is income received from the Gryphon Fund that is granted to the college on an annual basis.

The Bridge Fund is in support of Bridge activities at the College, to promote the game of Bridge amongst pupils and staff.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

23 Restricted funds (continued)

The Chapel Sound System Fund is to enhance the College Chapel Sound System. This project was part of the 2015 Annual Fund campaign.

The Chapel Organ Fund is to be used for the Chapel organ.

The CTM Dunn Fund is an Assisted Places scheme which aims to provide financial support to pupils, who might not otherwise be able to come to Malvern.

The Music Department Fund is in support of the Music Department to be used at the discretion of the Head of Department.

The Steinway Fund is to support the College in purchasing instruments to become an "All Steinway School".

Theatre Funds are held for the renovation of Malvern College's Rogers Theatre.

The Richard Nieper Art Scholarship Fund is in memory of Richard Nieper (Old Malvernian) to support an Art Scholarship which is designed to enable Arts candidates to come to Malvern College who may not otherwise be able to do so. To be awarded to pupils who show outstanding talent or potential talent, predominantly in Fine Art. The fund is envisaged to be spent down over a period of ten years.

The Blumenau Lecture Series Fund is to support an annual lecture on European History at the College.

The George Sayer Fellow Fund was established to recognise George Sayer's inspirational teaching. The Fund is used to allow the English Department to invite writers to the College on an annual basis to work with the pupils.

Outdoor Pursuits - a fund received and full disbursed in the year to further outdoor pursuits at the College.

The Clark Scholarship Award was created in 2019 in honour of the former Headmaster, Antony Clark. From 2020 the award has been given to an academically strong Sixth Form candidate from a family whose financial circumstances would not normally allow them to consider Malvern. A boarder and a day pupil are chosen in alternate years.

The Michael McNevin Memorial Fund was created in 2019 in honour of Michael McNevin, former Housemaster of No.2. The Fund is to support improvements to No.2. and Cwm Llwhch.

The Rachael Heyhoe Flint Award was created by Ben Flint in memory of his mother. The fund is awarded annually to promising girl cricketers on entry to the College.

Hardship Fund: The Malvernian Society is committed to support parents who have unexpectedly fallen on hard times through no fault of their own and to assist those families whose children would otherwise have to leave Malvern College.

Music School: The Society is supporting the redevelopment of the College's Music School in what is the second phase of the College's Music@Malvern drive – the first one being to become an All-Steinway School.

Dubai Cricket Tour: To part fund pupils who would not otherwise been able to go.

Digitalisation of Archive: We continue the digitisation of the Malvernian Society archives and are currently in the process of digitising our printed photo materials so that these will be available to OMs and others in the future, via a searchable digital catalogue.

Cricket Sight Screens: The Society supported the purchase of new revolving 'flipper' sight screens for the College's cricket activities. The screens are based on an innovative technology that quickly 'flips' vertical slats from traditional white panels to black, for white-ball matches. This creates a screen that can be used for both limited over and conventional matches, without the need for panels having to be replaced or for the whole screen

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

to be moved.

Green Fund In June 2023, the Malvernian Society launched a new Green Fund through our first ever Green Giving Day, kickstarting Malvern College's journey to carbon net zero by 2050 and driving sustainability initiatives at the College.

South Africa Rugby Tour: A one off donation by an OM to support the tour.

Lucy Shepherd: Prize fund in memory of Ellerslie Old Girl Lucy Shepherd, who sadly died young from a brain aneurysm in 2006, given by her family to establish the annual Lucy Shepherd-Welch Memorial Prize.

Capital Restricted Prize Funds

The Richard Smith Physics Prize is to be awarded annually to the top Physics student in the U6.

Restricted Prize Funds

The following Restricted Endowments (Permanent) Prize Funds have associated Restricted Funds:

The James Greenwood Architecture Prize is a prize for a piece of work by a pupil showing study and understanding of some aspect of Architecture. The work should be concerned with the aesthetics of Architecture and not primarily with social or technical aspects. From 2020 a £300 grant is offered every two years to a pupil nominated by the Head of Art to travel to study architecture (classical or modern).

The Toovey Art Prize is an annual prize for the best sketch or drawing from nature by an art student. In 2020 a one-off £300 grant is awarded to a pupil nominated by the Head of Art to travel to study art (classical or modern).

The Berridge Chemistry Prize is for proficiency in the study of Chemistry. From 2022 £60 is awarded to the candidate with the highest score at Chemistry A level or 1B.

The HW Smith Exhibition is awarded by examination or otherwise to a pupil or pupils in the Classical Fifth Form at the College for excellence in Classical Studies or English Literature, excluding History. To be means-tested at the Headmaster's discretion. Any unspent income to be added to the capital.

The Wheeler Bennett History Prize is awarded for the best essay(s) on European or General, but not English History. From 2022 £100 is awarded to the candidate with the highest score at History A level or 1B.

The James Richford Cricket Prize is awarded to the pupil who has shown the greatest improvement in cricket in the course of the season.

The Photographic Prize is awarded to a pupil for outstanding achievement in Photography.

The RH Farrar Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The RW Manly Backstage Prize is awarded to the pupil who has made an outstanding contribution to backstage theatre work.

Prize Funds is an amalgamation of many small prize funds. These prizes are distributed annually.

The RK Blumenau Philosophy Prize is awarded to the most outstanding pupil in Philosophy.

The Roger Short Prize is awarded to pupils submitting the best IB Extended Essay.

The R H Cobb Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The Matthew Hind Golf Prize is awarded to a pupil for outstanding achievement in Golf.

The Arvid Pardo Statistics Prize is awarded to one A level and one IB pupil for outstanding achievement in Statistics.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

24 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Balance at 1 August 2022 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2023 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 3,005,403 | 83,879 | (14,979) | - | (49,793) | 3,024,510 |

Prior year

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2022 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 2,651,449 | 86,619 | (15,643) | 410,000 | (127,022) | 3,005,403 |

The Scholarship Fund fulfils the purpose of providing grants to Malvern College. It is viewed as a permanent investment, the income from which will be used to fully fund education at Malvern College where circumstances are deserving of the same

25 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2023 | | | | | |
| Tangible assets | 6,611,300 | - | - | - | 6,611,300 |
| Investments | 1,770,247 | 2,313,879 | 2,095,315 | 248,973 | 6,428,414 |
| Current assets / (liabilities) | 1,936,670 | 710,631 | 1,041,994 | 22,078 | 3,711,373 |
| | <u>10,318,217</u> | <u>3,024,510</u> | <u>3,137,309</u> | <u>271,051</u> | <u>16,751,087</u> |

Prior year

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2022 | | | | | |
| Tangible assets | 6,681,300 | - | - | - | 6,681,300 |
| Investments | 1,781,718 | 2,363,672 | 2,163,794 | 254,377 | 6,563,561 |
| Current assets / (liabilities) | 1,777,686 | 641,731 | 843,670 | 21,938 | 3,285,025 |
| | <u>10,240,704</u> | <u>3,005,403</u> | <u>3,007,464</u> | <u>276,315</u> | <u>16,529,886</u> |

26 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows:

| | 2023 £ | 2022 £ |
|------------------------|-----------|-----------|
| Aggregate remuneration | - | 14,744 |

As referred to in the Trustees' Report and Note 11, all previous employees are now employed by Malvern College and remunerated through that entity.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

Malvern College

At the end of July 2023, £1,176 was owed to the Society by Malvern College for amounts paid by the Society on behalf of the College (2022: £158 owed by the Society to the College).

Costs incurred by the College in relation to the Society (including those in relation to staff) were £350,000 (2022: £350,000). This represents a gift in kind from the College.

Donations of £249,339 (2022: £369,898) were made by the Society to the School during the year – see note 8 for more details.

27 Cash generated from operations

| | 2023 £ | 2022 £ |
|--|-----------------|------------------|
| Net income for the year | 291,201 | (367,465) |
| Adjustments for: | | |
| Investment income recognised in profit or loss | (256,177) | (251,540) |
| Fair value losses on investments | 135,147 | 324,128 |
| Movements in working capital: | | |
| (Increase)/decrease in stocks | (3,023) | 2,480 |
| (Increase)/decrease in debtors | (190,889) | 18,519 |
| (Decrease) in creditors | (11,351) | (3,275) |
| Cash generated from operations | <u>(35,092)</u> | <u>(277,153)</u> |

28 Analysis of changes in net funds

The Society had no debt during the year.

THE MALVERNIAN SOCIETY LIMITED

England & Wales - Charity number 527573

Accounts

Registered Charity Number: 527573

Registered Company Number: 00213672

MALVERNIAN SOCIETY LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2022



MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

The organisation is a charitable company limited by guarantee, incorporated on 30 April 1926 and registered as a charity on 1 November 1963.

Directors:

Trustees who are Directors for the purpose of company law and Trustees for the purpose of charity law, are as follows:

President: Rt. Hon Sir Stephen Brown PC, GBE (Elected 06/15 - 09/24)

Chairman: T D Straker

Elected: A S Afolabi (11/20 – resigned 09/21)
J C F Barwell (11/20 – 11/23)
A M Edwards-Clark (06/18 - 06/24)
N C S Engert (06/15 – resigned 11/22)
C Fairchild (06/18 -09/24)
R J Harris (06/17 – resigned 03/22)
J M J Havard (06/14 - 06/23)
AR Higgins (06/20 – 06/23)
W Maguire (02/22 – 02/25)

Ex-Officio: A K Metcalfe (Headmaster from 01/04/19)

Nominated: S C Holroyd (nominated by Common Room 06/15 – resigned 06/22)

Vice-Presidents: H C K Carson
P J Cartwright
A R Clark
R de C Chapman
M C Frayn
P C U Jagger
B T D M Laidlaw
Lord Maclaurin of Knebworth DL
H M Robinson

Clerk to the Trustees: R A M Breare

Secretary: P Godsland (resigned 16 October 2021)

Charity number: 527573

Company number: 00213672

Other names: The Society reserves the right to use the title “The Malvern College Foundation”

MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION (CONTINUED)

| | |
|---|---|
| Registered & Principal Office: | Malvern College College Road Malvern Worcestershire WR14 3DF |
| Independent Auditor: | Crowe U.K. LLP 4th Floor, St James House St James Square Cheltenham Gloucestershire GL50 3PR |
| Bankers: | Lloyds Bank 48 Belle Vue Terrace Malvern Worcestershire WR14 4QG CCLA Investment Management Ltd Senator House 85 Queen Victoria Street London EC4V 4ET |
| Solicitors: | Pinsent Masons LLP 30 Crown Place Earl Street London EC2A 4ES |
| Investment advisors: | Sarasin & Partners LLP Juxon House 11 St. Paul's Churchyard London EC4M 8BU |

MALVERNIAN SOCIETY LIMITED

CONTENTS

| | Page |
|---|-------------|
| Trustees' report | 1 – 7 |
| Independent auditor's report | 8 – 10 |
| Statement of financial activities | 11 – 12 |
| Balance sheet | 13 |
| Statement of cash flows | 14 |
| Notes to the accounts | 15 – 33 |

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 JULY 2022

The Board of Trustees is pleased to present its report together with the audited Financial Statements of the charitable company for the year ended 31 July 2022.

The Malvernian Society Limited is a charitable company limited by guarantee. The charity number, company number, present Trustees (being Directors of the Company) and advisors are provided on the Legal and Administrative Information page.

The Trustees are also Directors for the purpose of company law.

Objectives and activities

The charitable company's objects are primarily to:

1. Promote the work, and assist in the carrying on, of education at the Senior School of Malvern College and,
2. Assist, in cases of need, former pupils of Malvern College in further training.

In furtherance of these objectives, income received from capital projects, investments and donations is applied in making grants mainly to Malvern College for Scholarships, Exhibitions, Bursaries/Assisted Places, Sports Awards and items of educational equipment, and to a very minor degree to individual pupils and former pupils undertaking training projects.

On an exceptional basis, the proceeds of asset sales may be granted to Malvern College from Unrestricted Funds for building purposes. The Society aims to assist the College in the short, medium and long term.

In setting out to achieve our aims, the Society carries out two primary activities in close co-operation with the staff at Malvern College:

1. Developing alumni events, communications, and contact plans, which are intended to broaden and deepen the understanding of the benefits of Malvern College UK and its international schools to previous and existing pupils, and to increase the affinity to Malvern College and the Malvernian Society of Old Malvernians and other constituents.
2. Supporting fundraising activities in support of the College with special focus on alumni and other Friends of Malvern College, such as current parents and parents of former pupils.

Principal funding sources

Income sources include regular and single gifts and legacies, sale of merchandise, rental income and income generated from investments. These are all clearly laid out in the accompanying accounts.

Public Benefit

The Trustees of the Malvernian Society confirm that they have complied with the duty of Section 17 of the Charities Act 2011 to have due regard to the most recent public benefit guidance published by the Charity Commission. The significant activities undertaken to carry out our aims for the public benefit are detailed below.

The principal object of the Malvernian Society is to support Malvern College and its alumni. As such the Society makes a significant annual financial contribution to all the areas of public benefit undertaken by the College, a separate charity. In this regard the Society contributes regularly to Malvern College capital building projects. These facilities are then made available, on occasion, for public use and for the College's outreach services. An example of this is the Science Centre, which has been used to hold 'science exhibition and practical experience' days for local schools. Similarly, the Sports Complex provides much needed indoor sports, fitness and leisure facilities for the local Malvern community. The most recent project, the refurbished Rogers Theatre is also available to local schools and organisations.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Public Benefit (continued)

The Society cites the following examples of direct public benefit from its activities:

1. The Trustees of the Society manage its Restricted and Unrestricted Funds, accumulated since the Society's foundation in 1895, to provide Scholarships, Bursaries and Assisted Places at Malvern College for talented boys and girls, who the College decides would benefit considerably from a College education, and whose parents would not otherwise be able to afford the school fees. In this way the Society encourages wider access to the outstanding educational opportunities provided by Malvern College to children from a broad spectrum of society. Information about the use of the Society's Funds is contained in its Annual Report and Accounts.
2. The Society offers its Club Room in the College, at no cost, to local organisations in need of a meeting place for their organising Committees. Examples are the 'Malvern Association for the Visually Impaired' and the Malvern Hills branch of the Fine Arts Society.
3. The Society welcomes Friends and members of the public to attend Malvernian Society lectures at the College.

The Society underwrites and subsidises many events throughout the year and throughout the world for the benefit of Old Malvernians and 'Friends' of Malvern College (see below).

Achievements and performance

The Malvernian Society is fortunate to receive ongoing financial support from a range of donors and benefactors, including Old Malvernians, current and former parents, and other Friends of Malvern College. These philanthropic gifts enable the Society to fulfil its charitable objects and to support Malvern College with its strategic plans. In the financial year 2021-22, the Malvernian Society was able to give to the College nearly £370,000 (see page 19), which predominantly supported Assisted Places and bursaries, as well as a substantial improvement of disability access for pupils, staff and visitors to Malvern College, increasing the College's inclusivity substantially; as an example, this included a wheelchair hoist in the College's swimming pool, which will also benefit external and community users of our sports facilities.

Both the College and Society have made a concerted effort to work together ever more closely, which has resulted in a very busy year, with initiatives such as a new-look Development Impact Report as part of the OM Newsletter, new fundraising collateral, and an increase in donors who are leaving a gift in their will, bringing about an all-time high of legacies under management. Staff employed by the Malvernian Society were TUPE'd to Malvern College at the beginning of the financial year – this has been a factor in enabling the Society's achievements over the course of the year with more integrated working between the two parties. Costs borne by the College for the Society's former staff and other expenses are recognised as a gift in kind in these financial statements.

The Malvernian Society succeeded in producing some exciting and well supported events in 2021 despite Covid-19 restrictions, including a No.7 Reunion and Benefactors' Lunch at Malvern College and two events in London including a Reception in the City of London and a Malvern in London Christmas drinks. With restrictions lifted in February 2022 it was full steam ahead with a full programme of events including a concert and reception at Steinway Hall in London on 15 March and our warmly received, remodelled Commemoration Weekend on 19 March. With 'Commem' decoupled from Prize Giving, the focus was purely on OMs who returned to contribute to the AGM; celebrate in Chapel with a service led by OM Revd Stephen Wookey; and then enjoy a convivial lunch in the Gryphon Room. In the afternoon some of the sporting clubs took on the pupils with varying degrees of success.

The fine weather this summer was the perfect backdrop for a Reception at Blenheim Palace to mark the (Covid-delayed) 80th anniversary of Malvern College's evacuation during World War Two in 1940; the No.4 Reunion and, finally, a dinner in The Grub for 2020 and 2021 Leavers allowing them the chance to enjoy a Leavers' Ball having been deprived of theirs due to lockdowns.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Achievements and performance (continued)

The 12 clubs and societies within the Malvernian Society had a busy twelve months. Highlights included: Guy Davies overcoming the Number 4, 2 and 1 seeds to become the British Open over-75 squash champion and the OMFC Veterans reaching the quarter-final of the Derrick Moore Trophy. The OMSC finished 11th in the Arrow Trophy on the Solent and the OMGS reached the final of the Grafton Morrish Tournament only to lose on the 18th. The OM Women's Hockey team won the Dean Close Sixes Competition and, finally, the OMRUFC was re-constituted although its first match was delayed to October 2022 due to Covid.

Owing to a reduced number of events, visits and meetings coming out of the Covid pandemic, as well as the restructuring of staff referred to above, income into the Society was less than in the previous financial year. Going forwards, with a strong team now in place and a full calendar of events from autumn 2022, including international events, we fully expect income to rebound. We continue to be in touch with 'cornerstone' prospective donors, who we believe have the capacity to support the Malvernian Society in a substantial way.

We were also pleased to introduce a new initiative to support young OMs with work experience as two internships were offered; their work contributed to significant projects including developing our OM Survey and a new platform for merchandise sales.

Fundraising

The Malvernian Society is registered with the Fundraising Regulator. There have been no issues of non-compliance nor any complaints in 2021-22. The Society has an Ethical Fundraising Policy and complies with the Fundraising Code 1.2 General Principles e)ii) relating to vulnerable people and with the 'Treating Donors' Fairly' Guidance issued by the Institute of Fundraising. We monitor our fundraising activity by making 'Legitimate Interest Assessment' in terms of GDPR and using, for example Due Diligence intermediaries.

Financial review

The Trustees have a reasonable expectation that the charity will continue in existence for the foreseeable future and have, therefore, used the going concern basis in preparing the financial statements.

Income during the year was £756,323, including gifts in kind from Malvern College amounting to £350,000, in respect of staff time and other resources used by the Society for the benefit of the College (2021 - £1,727,363, as restated due to the recognition of a legacy in line with the accounting policy),. Total expenditure was £799,660 (2021 - £1,274,511), of which grants awarded to the College amounted to £369,898 (2021 - £941,100); thereby continuing our support to the College. There was a loss on investments during the year of £324,128 (2021 – gain of £699,201). This resulted in net expenditure of £367,465 in 2021-22 (2020-21 – net income of £1,152,053, as restated).

In this year, overall funds were increased by a property revaluation. The company follows accounting guidelines on present market value, which resulted in an increase of £625,000 (2021 - £555,000). Net of the loss on investments of £324,128 (2021 – gain of £699,201), total funds increased to £16,529,886 (2021 - £16,272,351).

We have continued to support the College in other areas of fundraising, such as with the Malvernian Society Assisted Places Scheme, to help attract talented students who otherwise would not be able to come to the College. A specific allocation of £3,005,403 (2021 - £2,651,449) is held in a designated fund for this purpose. The Society has been able to use some long-standing restricted funds to support students in taking full advantage of the opportunities offered at Malvern College, such as help towards the cost of sports tours and expeditions.

There has been further collaboration with Malvern College through the TUPE of staff into Malvern College. This has enabled improved partnership and integrated work with the College over the course of the year which is expected to continue. Our financial protocols have continued to improve with the College's finance team now carrying out the financial operations on behalf of the Society. This has further improved the Society's ability to identify suitable applicants for certain funds.

In 2022-23 we will continue to review our funds and consolidate where possible, to facilitate a modernisation of the support criteria. In some cases we have found it increasingly challenging to make awards from specific funds due to the onerous, historic criteria. It is intended that this will enable the Society to expand the level of support to a wider demographic.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Financial review (continued)

Total reserves at 31 July 2022 amounted to £16,529,886 (2021 - £16,272,351 as restated). Of this, £276,315 (2021 - £281,577) is permanently endowed, £3,007,464 (2021 - £4,297,551) is restricted in nature, £3,005,403 (2021 - £2,651,449) has been designated by the trustees for specific purposes (as described in the notes to the accounts) leaving £10,240,704 (2021 - £9,041,774, as restated) as general reserves. Of the general reserves, after making due allowance for that amount that could only be realised upon the sale of tangible fixed assets or investments, £1,777,686 (2021 - £1,112,756, as restated) is freely available for use by the Society.

Reserves Policy

Although operating costs, including staffing requirements, are now borne by Malvern College as a Gift in Kind to the Society, we are still committed to maintaining a practical working balance of Free Reserves consistent with these operating costs and our ability to have available funds to support shorter term College requirements.

The Reserves Policy allows us to achieve a minimum balance as required by current accounting regulations. The Trustees have determined a policy of maintaining one year's equivalent of operating costs, as referred to above, plus £50,000 (representing one year of Designated and Committed Funds to the College) as being a sensible level of reserves to keep readily available without causing interference to our aims. The level of reserves required is £400,000.

Following a policy review in 2018, the Trustees have determined that, if required, Unrestricted Funds from bequests would be allocated to cash reserves annually as required in order to maintain the current cash balances required to satisfy the stated policy.

An analysis of reserves is given in the Financial Review section of this report and at 31 July 2022, free reserves (that is those reserves not represented by restricted funds or tangible fixed assets) were £6,564,807 (this includes designated funds of £3,005,403). The level of free reserves is in excess of the reserves policy of £400,000, which is therefore available for the fulfilment of the Society's charitable aims. As a grant making charity, the Society relies on its investments (which are unrestricted in nature) to generate investment income which allows this.

Investment Policy

The Society adopts a cautious investment policy in order to preserve funds for both immediate and future use, as directed by donors. Our annual disbursement plan is aimed to support important College initiatives and in future to increasingly support the Assisted Places Scheme. The majority of our funds are placed with the leading London Investment provider Sarasin & Partners, and within their generalised and cautious fund, named 'The Alpha Common Investment Fund'.

The trustees are confident with the policy adopted however investments have decreased in value this year with reductions of £324,128 (2021 – gains of £699,201) being reported – this is largely due to the current economic climate. The dividends and interest received amounted to £185,767 (2021 - £181,352). Investment additions of £4,560 (2021 - £405,887) are shown, however in the current year this arose from a change in accounting policy to recognise cash balances held by fund managers as investments. This is a net deficit position of £138,361. The Society will continue to work closely with the investment managers. Despite the reduced investment performance from the prior year, the charity holds sufficient reserves (see reserves policy) and has sufficient cash balances and has not needed to utilise any government support during the pandemic.

Plans for Future Periods

Looking ahead our key engagement objectives include to:

- Deliver a survey to the whole database, the results of which will inform our future strategic priorities
- Deliver Malvern College's inaugural Giving Day in June 2023 – a first for the Malvernian Society
- Improve our digital presence and continue with the modernisation of communications
- Update the OM merchandise offer
- Digitalise the Archive to celebrate the heritage of Malvern College

In relation to fundraising, our first goal is to raise an endowment fund capable of funding 10 pupils on 110% support in perpetuity and therefore to raise at least £15 million for 10 new, fully funded Assisted Places over the next 10 years. Long-term, we want Malvern College to be a place where any able and talented pupil can come, regardless of their financial background.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Plans for Future Periods (continued)

A recent new fundraising focus has been the addition of several new sustainability initiatives that are currently being worked up by the College's Estates department. We believe that these will attract a considerable amount of support, also given that a substantial number of our Alumni and other stakeholders work in the field of sustainability.

The next large-scale capital project focus is the refurbishment of the Music School, which the Society are hoping to raise financial support for.

Our plans are not possible without the philanthropic support from key stakeholders - both the Society and Malvern College are extremely grateful to all Old Malvernians, parents and Friends of the College who help the Society financially, whether through immediate philanthropic gifts or through their legacy planning.

Structure, governance and management

The Society is a company limited by guarantee. It was incorporated on 30 April 1926 and is governed by its Memorandum and Articles of Association. It was registered as a charity on 1 November 1963.

The Board of Trustees is responsible for directing the business of the Society. Day-to-day business is managed by the Operations Director. From October 2021, this falls under the remit of the College's Chief Operating Officer, who reports directly to the Board of Trustees.

All the elected and nominated Trustees of the Board serve a three-year term unless otherwise indicated below. Most Trustees are elected at the Annual General meeting but others are nominated by other groups associated with Malvern College. The categories and method of appointment of Trustees are:

1. The President
2. Up to nine Trustees who retire on a rotational basis, except that the Board of Trustees may co-opt a member of the Society to fill a casual vacancy until the next AGM
3. Two Trustees nominated by the Council of Malvern College
4. The Head of Malvern College, who is a member ex-officio
5. One Trustee nominated by the Common Room of the Senior School of Malvern College
6. Up to two Trustees who are parents of pupils in the Senior School of Malvern College, who are nominated by the Parents' Forum
7. Vice-Presidents who, once elected, hold office for life but are non-voting Trustees

The Chairman of the Board of Trustees is one of the nine elected Trustees.

Once elected the trustees receive training and guidance on the role and responsibility of a trustee from the Board through a prepared Trustee Briefing Pack which includes information about the Society (legal form, history and current material) and guidance from the Charity Commission on the role of a trustee and other best practice issues. At other times regular updates are provided for all trustees.

Responsibilities of the Trustees

The Trustees carry out regular reviews of Malvernian Society plans and activities through official Trustee meetings held in March, June and November each year and through informal contact between meetings, usually either in Malvern or London. Since March 2020 Trustees have become used to meeting via Zoom or Teams. It is the aim of Trustees to add comments and direction to the Operations Director and Chairman of Trustees, with a view to ensuring good practice and effective fund management and disbursement, according to our aims and objectives.

Where a subject of particular focus needs attention, such as the Property Portfolio or our Investment oversight, then a sub-committee is typically formed which can spend additional time to research and propose action to the Trustees as a whole.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Responsibilities of the Malvernian Society Staff

As at 31 July 2021, 5 members of staff TUPE transferred from the Malvernian Society to Malvern College. Associated costs are incurred by the College as a gift in kind.

These staff carry out all day-to-day activities according to the priorities for the year, and in close association with the senior personnel of the College, such as the Headmaster, the Chief Operating Officer, the Finance Director, the Director of Marketing & Admissions and the Chairman of College Council.

Related Parties and Conflicts of Interests

The Board of Trustees has adopted an appropriate and comprehensive policy to identify all transactions with related parties or other transactions which might involve any conflict of interest.

Risk Management Statement

The Board of Trustees has identified the major risks facing the Society. A Risk Management Register is maintained and the risks highlighted are reviewed regularly by the Operations Director to ensure that they do not pose a threat to the Society. The Register is reviewed at least annually by Trustees.

Risks are categorised as either strategic, operational, financial or compliance. The key risks identified under these headings are the impact on fundraising of economic factors, loss of those key personnel employed by Malvern College that work on the Society's activities, and stock market volatility. Steps are taken to mitigate these risks through establishing clear roles, responsibilities and reporting lines within the Society, effective communication and through on-going monitoring.

Auditor

Crowe U.K. LLP is the appointed auditor for the year ended 31 July 2022.

Disclosure of information to auditor

Each Trustee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Statement of Trustees' Responsibilities

The Trustees, who are also the directors of Malvernian Society Limited for the purpose of company law, are responsible for preparing the Trustees' 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 which give a true and fair view of the state of affairs of the Society 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 (FRS 102) (effective 1 January 2019);
- 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 Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

A handwritten signature in black ink that reads "Timothy Straker". The signature is written in a cursive style with a long horizontal stroke at the beginning.

T D Straker (Chairman of the Malvernian Society)
on behalf of the Trustees

Date: 12th November 2022

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED

Opinion

We have audited the financial statements of the Malvernian Society Limited for the year ended 31 July 2022 which comprise Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustees are responsible for the other information contained within the annual report. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report and the strategic 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 applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or 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 and proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and under the Companies Act 2006 and report in accordance with the Acts 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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MALVERNIAN SOCIETY LIMITED (CONTINUED)

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 identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act 2011 with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context were General data Protection Regulation (GDPR), Anti-Fraud, Bribery and Corruption Legislation.


Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the override of controls by management and the recognition of legacy income. Our audit procedures to respond to these risks included enquiries of management, the Audit, Risk & Compliance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, tests to confirm the accuracy, completeness and cut-off of legacy income, reviewing regulatory correspondence with the Charity Commission, and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 auditor's 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 and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Guy Biggin (Senior Statutory Auditor)

for and on behalf of

Crowe U.K. LLP

Statutory Auditor

4th Floor, St James' House, St James' Square, Cheltenham, Gloucestershire GL50 3PR

Date: 15 March 2023

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) FOR THE YEAR ENDED 31 JULY 2022

| | Notes | Unrestricted funds general 2022 £ | Unrestricted funds designated 2022 £ | Restricted funds 2022 £ | Endowment funds 2022 £ | Total 2022 £ | Total As restated 2021 £ |
|--|-----------|--------------------------------------|---|----------------------------|---------------------------|-------------------|-----------------------------|
| Income from: | | | | | | | |
| Donations & legacies | 3 | 420,835 | - | 83,758 | - | 504,593 | 1,463,915 |
| Other trading activities | 4 | 190 | - | - | - | 190 | 11,976 |
| Investments | 5 | 129,880 | 86,619 | 33,952 | 1,089 | 251,540 | 251,472 |
| Total income and endowments | | 550,905 | 86,619 | 117,710 | 1,089 | 756,323 | 1,727,363 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 1,962 | 15,643 | 21,259 | 915 | 39,779 | 38,346 |
| Charitable activities | 7 | 473,598 | - | 286,283 | - | 759,881 | 1,236,165 |
| Total expenditure | | 475,560 | 15,643 | 307,542 | 915 | 799,660 | 1,274,511 |
| Net (losses) / gains on investments | 12 | (93,298) | (127,022) | (98,372) | (5,436) | (324,128) | 699,201 |
| Net (expenditure) / income before transfers | | (17,953) | (56,046) | (288,204) | (5,262) | (367,465) | 1,152,053 |
| Gross transfers between funds | 13 | 591,883 | 410,000 | (1,001,883) | - | - | - |
| Net income / (expenditure) | | 573,930 | 353,954 | (1,290,087) | (5,262) | (367,465) | 1,152,053 |
| Other recognised gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | 625,000 | - | - | - | 625,000 | 555,000 |
| Net movement in funds | | 1,198,930 | 353,954 | (1,290,087) | (5,262) | 257,535 | 1,707,053 |
| Fund balances at 1 August 2021 | 25 | 9,041,774 | 2,651,449 | 4,297,551 | 281,577 | 16,272,351 | 14,565,298 |
| Fund balances at 31 July 2022 | 25 | 10,240,704 | 3,005,403 | 3,007,464 | 276,315 | 16,529,886 | 16,272,351 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE STATEMENT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Prior financial year (as restated)

| | Notes | Unrestricted funds general 2021 £ | Unrestricted funds designated 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total 2021 £ |
|--|-----------|---|--|----------------------------------|---------------------------------|--------------------|
| Income from: | | | | | | |
| Donations & legacies | 3 | 1,282,020 | - | 181,895 | - | 1,463,915 |
| Other trading activities | 4 | 11,976 | - | - | - | 11,976 |
| Investments | 5 | 72,407 | 90,816 | 87,930 | 319 | 251,472 |
| Total income and endowments | | 1,366,403 | 90,816 | 269,825 | 319 | 1,727,363 |
| Expenditure on: | | | | | | |
| Raising funds | 6 | 17,324 | 14,928 | 5,857 | 237 | 38,346 |
| Charitable activities | 7 | 471,534 | - | 764,631 | - | 1,236,165 |
| Total expenditure | | 488,858 | 14,928 | 770,488 | 237 | 1,274,511 |
| Net gains on investments | 12 | 206,491 | 253,171 | 214,532 | 25,007 | 699,201 |
| Net income / (expenditure) before transfers | | 1,084,036 | 329,059 | (286,131) | 25,089 | 1,152,053 |
| Gross transfers between funds | 13 | (145,470) | - | 145,470 | - | - |
| Net income / (expenditure) | | 938,566 | 329,059 | (140,661) | 25,089 | 1,152,053 |
| Other recognised gains and losses | | | | | | |
| Revaluation of tangible fixed assets | 15 | 555,000 | - | - | - | 555,000 |
| Net movement in funds | | 1,493,566 | 329,059 | (140,661) | 25,089 | 1,707,053 |
| Fund balances at 1 August 2020 | | 7,548,208 | 2,322,390 | 4,438,212 | 256,488 | 14,565,298 |
| Fund balances at 31 July 2021 | 25 | 9,041,774 | 2,651,449 | 4,297,551 | 281,577 | 16,272,351 |

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

BALANCE SHEET AS AT 31 JULY 2022

| | Notes | 2022 | | As restated 2021 | |
|---|-------|------------------|-------------------|------------------|-------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 14 | | 6,681,300 | | 6,056,300 |
| Investments | 16 | | 6,563,561 | | 6,883,129 |
| | | | <u>13,244,861</u> | | <u>12,939,429</u> |
| Current assets | | | | | |
| Stocks | 18 | 10,975 | | 13,455 | |
| Debtors | 19 | 4,872 | | 23,391 | |
| Cash at bank and in hand | | 3,305,102 | | 3,335,275 | |
| | | <u>3,320,949</u> | | <u>3,372,121</u> | |
| Creditors: amounts falling due within one year | 20 | <u>(35,924)</u> | | <u>(39,199)</u> | |
| Net current assets | | | <u>3,285,025</u> | | <u>3,332,922</u> |
| Total assets less current liabilities | | | <u>16,529,886</u> | | <u>16,272,351</u> |
| Capital funds | | | | | |
| <u>Endowment funds</u> | 22 | | 276,315 | | 281,577 |
| <u>Restricted funds</u> | | | | | |
| General restricted funds | | 3,007,464 | | 3,295,668 | |
| Revaluation reserve | | - | | 1,001,883 | |
| | 23 | | 3,007,464 | | 4,297,551 |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 24 | 3,005,403 | | 2,651,449 | |
| General unrestricted funds | | 3,606,299 | | 4,034,252 | |
| Revaluation reserve | | 6,634,405 | | 5,007,522 | |
| | | | <u>13,246,107</u> | | <u>11,693,223</u> |
| | 25 | | <u>16,529,886</u> | | <u>16,272,351</u> |

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 12th November 2022



T D Straker, Chairman
Company Registration No. 00213672

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 JULY 2022

| | Notes | 2022 | | 2021 | |
|---|-------|----------------|-------------------------|----------------|-------------------------|
| | | £ | £ | £ | £ |
| Cash flows from operating activities | | | | | |
| Cash (used in) / provided by operations | 27 | | (277,153) | | 194,470 |
| Investing activities | | | | | |
| Purchase of other investments | | (4,560) | | (405,887) | |
| Investment income and rental income received | | <u>251,540</u> | | <u>251,472</u> | |
| Net cash provided by / (used in) investing activities | | | 246,980 | | (154,415) |
| Net (decrease) / increase in cash and cash equivalents | | | <u>(30,173)</u> | | <u>40,055</u> |
| Cash and cash equivalents at beginning of year | | | 3,335,275 | | 3,295,220 |
| Cash and cash equivalents at end of year | | | <u><u>3,305,102</u></u> | | <u><u>3,335,275</u></u> |

The notes on pages 15 to 33 form part of these financial statements.

MALVERNIAN SOCIETY LIMITED

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

1 Accounting policies

Company information

The Malvernian Society Limited, charity number 527573 and company number 00213672, is a charity and private company limited by guarantee incorporated in England and Wales. The company is registered in England and its registered office is Malvern College, Malvern, Worcestershire, WR14 3DF.

Accounting convention

The financial statements have been prepared in accordance with the Society's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 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 Society is a Public Benefit Entity as defined by FRS 102.

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Society 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.

Charitable funds

Unrestricted funds can be used in accordance with the charitable objects of the Society at the discretion of the Trustees.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for scholarships.

Restricted funds are to be used for specific purposes as specified by the donors.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donors.

Income

Income is recognised when the Society is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Society has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income except donations and legacies, are included on a receivable basis, i.e. they are recognised in the period in which they are receivable, e.g. rental income.

Income from listed investments are included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the income being payable.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Society has sufficient evidence that a gift has been left to it (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy is recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Society, can be reliably measured. Recognition is therefore made on the production of estate accounts.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

1 Accounting policies (continued)

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at valuation.

Freehold land and buildings are revalued to market value annually and any revaluation surplus or deficit is recognised in the statement of financial activities.

Donated assets classified as collectables are held at valuation. The value is reviewed on an annual basis. As a consequence of the regular revaluation policy, depreciation is not charged on tangible fixed assets.

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.

Investments

Fixed asset investments are re-measured to market value at each Balance Sheet date. Gains and losses on re-measurement are recognised in the statement of financial activities for the period.

Impairment of fixed assets

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income / (expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost comprises purchase price and net realisable value is the estimated selling price.

Net realisable value is the estimated selling price less all estimated to be incurred in marketing, selling and distribution.

Debtors

Short term debtors are measured at transaction price, less any impairment.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

1 Accounting policies (continued)

Cash and cash equivalents

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

Financial instruments

The Society 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 Society's balance sheet when the Society becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade debtors, other debtors, accrued income 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 trade creditors, other creditors and accruals are initially recognised at transaction price. Financial liabilities classified as payable within one year are not amortised.

Derecognition of financial liabilities

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

Trade creditors

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.

Pension costs

The Society makes payments to a pension schemes operated by Malvern college with fixed contributions being paid into these schemes by the society. Once the payments have been made the society has no further payment obligations.

The contributions are recognised as an expense in the Statement of Financial Activities when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Society in independently administered funds.

2 Critical accounting estimates and judgements

In the application of the Society'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 Society carries its freehold land and buildings at fair value, with changes in fair value being recognised in the SOFA. Fair value is determined by independent valuation specialists as stated in note 14.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

3 Donations and legacies

| | Unrestricted funds general 2022 £ | Restricted funds 2022 £ | Endowment funds 2022 £ | Total 2022 £ | Total As restated 2021 £ |
|----------------------------|---|----------------------------------|---------------------------------|--------------------|--------------------------------------|
| Donations and gifts | 410,265 | 83,758 | - | 494,023 | 1,443,915 |
| Legacies receivable | 10,570 | - | - | 10,570 | 20,000 |
| | <u>420,835</u> | <u>83,758</u> | <u>-</u> | <u>504,593</u> | <u>1,463,915</u> |
| Donations and gifts | | | | | |
| Life membership fees | - | - | - | - | 132,000 |
| Donations | 50,693 | 75,892 | - | 126,585 | 1,292,113 |
| Tax recoverable | 9,571 | 7,867 | - | 17,438 | 19,802 |
| | <u>60,264</u> | <u>83,759</u> | <u>-</u> | <u>144,023</u> | <u>1,443,915</u> |
| Year ended 31 July 2021 | <u>1,262,020</u> | <u>181,895</u> | <u>-</u> | <u>1,443,915</u> | |

4 Other trading activities

| | Unrestricted funds General 2022 £ | Unrestricted funds General 2021 £ |
|------------|---|---|
| OM Trading | <u>190</u> | <u>11,976</u> |

5 Investments

| | Unrestricted funds general 2022 £ | Unrestricted funds designated 2022 £ | Restricted funds 2022 £ | Endowment funds 2022 £ | Total 2022 £ | Total 2021 £ |
|--------------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Rental income | 19,500 | - | - | - | 19,500 | 19,500 |
| Income from listed investments | 100,740 | 67,994 | 8,640 | 1,089 | 178,463 | 177,982 |
| Investment management credits | 2,336 | 18,625 | 25,312 | - | 46,273 | 50,620 |
| Interest receivable | 7,304 | - | - | - | 7,304 | 3,370 |
| | <u>129,880</u> | <u>86,619</u> | <u>33,952</u> | <u>1,089</u> | <u>251,540</u> | <u>251,472</u> |
| Year ended 31 July 2021 | <u>72,407</u> | <u>90,816</u> | <u>87,930</u> | <u>319</u> | <u>251,472</u> | |

6 Raising funds

| | Unrestricted funds general 2022 £ | Unrestricted funds designated 2022 £ | Restricted funds 2022 £ | Endowment funds 2022 £ | Total 2022 £ | Total 2021 £ |
|-------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Investment management | <u>1,962</u> | <u>15,643</u> | <u>21,259</u> | <u>915</u> | <u>39,779</u> | <u>38,346</u> |
| Year ended 31 July 2021 | <u>17,324</u> | <u>14,928</u> | <u>5,857</u> | <u>237</u> | <u>38,346</u> | |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

7 Charitable activities

| | 2022 £ | 2021 £ |
|--|----------------|------------------|
| Staff costs | 15,944 | 243,186 |
| Postage | (270) | 606 |
| Printing and stationery | - | 12,154 |
| Events | 23,438 | - |
| Marketing and media | 466 | 6,248 |
| | <u>39,578</u> | <u>262,194</u> |
| Grant funding of activities (see note 8) | 370,498 | 951,098 |
| Share of support costs (see note 9) | 339,432 | 14,561 |
| Share of governance costs (see note 9) | 10,373 | 8,312 |
| | <u>759,881</u> | <u>1,236,165</u> |
| Analysis by fund | | |
| Unrestricted funds - general | 473,598 | 471,534 |
| Restricted funds - grant funding expenditure | 286,283 | 764,631 |
| | <u>759,881</u> | <u>1,236,165</u> |

8 Grants payable

| | 2022 £ | 2021 £ |
|---|----------------|----------------|
| Grants to institutions: | | |
| Unrestricted | | |
| Malvern College | 556 | 5,750 |
| Malvern College – Disability access | 80,966 | - |
| Malvern College - Covid | - | 151,717 |
| Malvern College - Sport | - | 19,003 |
| Malvern College - Steinway | 2,093 | - |
| OM Clubs | 600 | 9,998 |
| Restricted | | |
| Malvern College Centenary Appeal Fund | 79,748 | 42,445 |
| Assisted Places | 27,168 | 37,167 |
| Assisted Places (Hayter) | 30,000 | 30,000 |
| Bishop John & Arthur Mort Bursary | 13,900 | - |
| Marston-Riley Scholarship | 1,660 | 1,660 |
| CTM Dunn | 19,977 | 19,875 |
| Shand-Kydd Special Fund | 3,000 | - |
| Nieper Art Scholarship | - | 13,277 |
| JMM Memorial Fund | 11,613 | - |
| Prize Funds (number of small awards from the various prize funds) | 3,000 | 3,000 |
| Chesterton Cricket Award | 2,000 | 2,000 |
| Steinway | 1,270 | 317,215 |
| James Cox Scholarship | 1,000 | 1,000 |
| Assisted Places (Bowtell) | 20,000 | 20,571 |
| Blake Dunbar | - | 1,400 |
| Rachael Heyhoe-Flint | 2,000 | 2,000 |
| Hardship fund | - | 157,950 |
| Clark Scholarship | 69,947 | 34,970 |
| Observatory Fund | - | 10,100 |
| Cricket nets | - | 70,000 |
| | <u>370,498</u> | <u>951,098</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

9 Support costs

| | Support costs £ | Governance costs £ | 2022 £ | 2021 £ |
|---|--------------------|-----------------------|----------------|---------------|
| Staff costs | 295,000 | - | 295,000 | - |
| Audit fees | - | 9,860 | 9,860 | 5,090 |
| Legal and professional | - | - | - | 2,040 |
| Office expenses | 42,995 | - | 42,995 | 13,203 |
| Administrative expenses | - | 513 | 513 | 942 |
| Accountancy fees | - | - | - | 240 |
| Bank charges | 1,437 | - | 1,437 | 1,358 |
| | <u>339,432</u> | <u>10,373</u> | <u>349,805</u> | <u>22,873</u> |
| Year ended 31 July 2021 | <u>14,561</u> | <u>8,312</u> | | <u>22,873</u> |
| Analysed between Charitable activities | <u>339,432</u> | <u>10,373</u> | <u>349,805</u> | <u>22,873</u> |

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year. No expenses were reimbursed to trustees during the year (2021 - £Nil).

11 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2022 No. | 2021 No. |
|----------------|-------------|-------------|
| Administrative | - | 6 |

Employment costs

| | 2022 £ | 2021 £ |
|-----------------------|---------------|----------------|
| Wages and salaries | 13,914 | 215,877 |
| Social security costs | 1,409 | 17,774 |
| Pension costs | 621 | 9,535 |
| | <u>15,944</u> | <u>243,186</u> |

The amount shown above in respect of pension costs represents the total amount payable by the charitable company for the year.

The number of employees whose annual remuneration was £60,000 or more was:

| | 2022 No. | 2021 No. |
|-------------------|-------------|-------------|
| £60,000 - £70,000 | - | 1 |

As described in the Trustees' Report, the staff previously employed by the Society were transferred to Malvern College in August 2021, and are paid through that entity.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

12 Net gains / (losses) on investments

| | Unrestricted funds general 2022 £ | Unrestricted funds designated 2022 £ | Restricted funds 2022 £ | Endowment Funds 2022 £ | Total 2022 £ | Total 2021 £ |
|----------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Revaluation of investments | (93,298) | (127,022) | (98,372) | (5,436) | (324,128) | 699,201 |
| Year ended 31 July 2021 | 206,491 | 253,171 | 214,532 | 25,007 | | 699,201 |

13 Transfers

A transfer of £410,000 was made from unrestricted to designated funds, for support for The Grub refurbishment, and sustainability.

A transfer of £1,001,883 was made from restricted to unrestricted funds, which related to the accumulated revaluation of freehold properties, which had been originally purchased using unrestricted funds.

(2021 - £145,470 from unrestricted to restricted funds).

14 Tangible fixed assets

| | Freehold land And buildings £ | Collectables £ | Total £ |
|--------------------------|-------------------------------------|-------------------|------------|
| Cost or valuation | | | |
| At 1 August 2021 | 6,050,000 | 6,300 | 6,056,300 |
| Revaluation | 625,000 | - | 625,000 |
| At 31 July 2022 | 6,675,000 | 6,300 | 6,681,300 |
| Carrying amount | | | |
| At 31 July 2022 | 6,675,000 | 6,300 | 6,681,300 |
| At 31 July 2021 | 6,050,000 | 6,300 | 6,056,300 |

The freehold land and buildings were valued at £6,675,000, by James Higham MRICS of Savills, at 31 July 2022. The Society has adopted the policy of revaluing its freehold land and buildings in accordance with current Financial Reporting Standards.

At 31 July 2022, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £521,719 (2021 - £521,719).

In 2010 Timothy Straker donated the Wisden's Almanac and Cabinet which is shown under collectables. The Trustees have assessed the collection and in their opinion the worth of the collection remains unchanged at £6,300 at the balance sheet date.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

15 Revaluation of fixed assets

| | Unrestricted Funds general £ | Restricted funds £ | Total £ |
|-------------------------------------|---------------------------------------|--------------------------|------------|
| Revaluation in year to 31 July 2021 | 555,000 | - | 555,000 |
| Revaluation in year to 31 July 2022 | 625,000 | - | 625,000 |

16 Fixed asset investments

| | Listed Investments £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| At 31 July 2021 | 6,883,129 |
| Additions | 4,560 |
| Valuation changes | (324,128) |
| At 31 July 2022 | <u>6,563,561</u> |
| Carrying amount | |
| At 31 July 2022 | <u>6,563,561</u> |
| At 31 July 2021 | <u>6,883,129</u> |

Fixed asset investments revalued

All quoted investment valuations are as provided by the Investment advisors. Charities Official Investment Fund valuation is as provided by CCLA Investment Management Limited.

The following investments have a market value greater than 5% of the investment portfolio (excluding cash):-

- 55.58% - Sarasin Alpha Common Investment Fund for Endowments (2021 – 55.81%)
- 36.02% - Sarasin Alpha Common Investment Fund for Scholarships (2021 – 36.17%)

17 Financial instruments

| | 2022 £ | 2021 £ |
|--|-----------|-----------|
| Carrying amount of financial assets | | |
| Measured at fair value | 6,563,561 | 6,883,129 |

Financial assets measured at fair value through the profit and loss comprise fixed asset investments.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

18 Stocks

| | 2022 £ | 2021 £ |
|------------------|-----------|-----------|
| Goods for resale | 10,975 | 13,455 |

19 Debtors

| | 2022 £ | 2021 As restated £ |
|--------------------------------|--------------|-----------------------------|
| Trade debtors | 591 | 26 |
| Prepayments and accrued income | 4,281 | 23,365 |
| | <u>4,872</u> | <u>23,391</u> |

20 Creditors: amount falling due within one year

| | 2022 £ | 2021 £ |
|------------------------------------|---------------|---------------|
| Other taxation and social security | - | 5,972 |
| Trade creditors | 3,128 | - |
| Other creditors | 20,328 | 23,252 |
| Accruals and deferred income | 12,468 | 9,975 |
| | <u>35,924</u> | <u>39,199</u> |

21 Retirement benefit schemes

Defined contribution schemes

The Society operated a defined contribution pension scheme for all qualifying employees prior to their transfer to Malvern College. The assets of the scheme are held separately from those of the Society in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £621 (2021 - £9,535).

22 Endowment funds

Endowment funds represent assets which must be held permanently by the Society. Income arising on the endowment funds can be used in accordance with the objects of the Society and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

22 Endowment funds (continued)

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2022 £ |
|------------------------------------|-------------------------------------|--------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 3,058 | - | - | (25) | 3,033 |
| Shand-Kydd Special Fund | 33,048 | - | - | (267) | 32,781 |
| EH Moss Exhibition | 12,511 | - | - | (101) | 12,410 |
| Toovey Art Prize | 763 | - | - | (6) | 757 |
| Berridge Chemistry Prize | 1,189 | - | - | (10) | 1,179 |
| HW Smith Exhibition | 2,187 | - | - | (18) | 2,169 |
| Gwynne-Jones Exhibition | 1,127 | - | - | (74) | 1,053 |
| Wright Ingle Exhibition | 2,360 | - | - | (154) | 2,206 |
| Heath Harrison Exhibition | 49,321 | - | - | (198) | 49,123 |
| Wheeler Bennett History Prize | 1,717 | - | - | (14) | 1,703 |
| AR Duff Memorial Fund | 31,739 | - | - | (256) | 31,483 |
| James Cox Scholarship | 108,047 | 825 | (693) | (3,269) | 104,909 |
| Rackets Fund | 34,511 | 264 | (222) | (1,044) | 33,509 |
| | <u>281,577</u> | <u>1,089</u> | <u>(915)</u> | <u>(5,436)</u> | <u>276,315</u> |

Prior year

| | Balance at 1 August 2020 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2021 £ |
|------------------------------------|-------------------------------------|-------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 2,681 | - | - | 377 | 3,058 |
| Shand-Kydd Special Fund | 28,985 | - | - | 4,063 | 33,048 |
| EH Moss Exhibition | 10,967 | - | - | 1,544 | 12,511 |
| Toovey Art Prize | 669 | - | - | 94 | 763 |
| Berridge Chemistry Prize | 1,042 | - | - | 147 | 1,189 |
| HW Smith Exhibition | 1,917 | - | - | 270 | 2,187 |
| Gwynne-Jones Exhibition | - | - | - | 1,127 | 1,127 |
| Wright Ingle Exhibition | - | - | - | 2,360 | 2,360 |
| Heath Harrison Exhibition | 46,292 | - | - | 3,029 | 49,321 |
| Wheeler Bennett History Prize | 1,505 | - | - | 212 | 1,717 |
| AR Duff Memorial Fund | 27,823 | - | - | 3,916 | 31,739 |
| James Cox Scholarship | 102,021 | 242 | (180) | 5,963 | 108,047 |
| Rackets Fund | 32,586 | 77 | (57) | 1,905 | 34,511 |
| | <u>256,488</u> | <u>319</u> | <u>(237)</u> | <u>25,007</u> | <u>281,577</u> |

The Rackets Endowment Fund is to be used to help boys and girls play rackets and compete at Queen's, (whether this is in the form of providing rackets to boys and girls of particular talent or funding the costs of accommodation for selected boys and girls competing at Queen's). The income can also be used to fund the travel expenses of the occasional tour to North America.

The terms under which the rest of the endowment funds were established are detailed in note 23.

Income earned on the permanent endowment funds is taken to restricted funds and distributed as described in note 23.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 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 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2022 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 2,684,706 | 23,687 | (96,116) | (1,004,383) | (74,839) | 1,533,055 |
| Capt. HL Grant | 437,616 | 3,344 | (2,809) | - | (13,242) | 424,909 |
| Chesterton Cricket Award | 71,887 | 534 | (2,448) | - | (2,175) | 67,798 |
| Bishop John & Arthur Mort Bursary | 79,901 | 501 | (14,321) | - | (2,418) | 63,663 |
| Blake Dunbar Music Scholarship | 50,830 | 388 | (326) | - | (1,538) | 49,354 |
| Marston Riley Scholarship | 59,158 | 439 | (2,029) | - | (1,790) | 55,778 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 30,820 | 920 | (3,000) | - | - | 28,740 |
| EH Moss Exhibition | 334 | 348 | - | - | - | 682 |
| Gwynne Jones Exhibition | 244 | 254 | - | - | - | 498 |
| Wright Ingle Exhibition | 511 | 532 | - | - | - | 1,043 |
| Heath Harrison Exhibition | 31,446 | 683 | - | - | - | 32,129 |
| AR Duff Memorial Fund | 8,954 | 882 | - | - | - | 9,836 |
| James Cox Scholarship | 20,566 | 149 | (1,125) | - | (622) | 18,968 |
| CW Nicholls Memorial Fund | 15,146 | - | - | - | 320 | 15,466 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | - | 24,668 | (27,168) | 2,500 | - | - |
| Assisted Places (Bowtell) | 8,655 | 18,750 | (20,000) | - | - | 7,405 |
| Assisted Places (Hayter) | 152,626 | - | (30,000) | - | - | 122,626 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| Chapel Sound System | 3,647 | 250 | - | - | - | 3,897 |
| Chapel Organ | 3,130 | - | - | - | - | 3,130 |
| CTM Dunn | 261 | 22,000 | (19,977) | - | - | 2,284 |
| Music Department | 502 | - | - | - | - | 502 |
| Steinway | 1,270 | - | (1,270) | - | - | - |
| Theatre | 2,034 | 250 | - | - | - | 2,284 |
| Nieper Art Scholarship | 83,512 | - | - | - | - | 83,512 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,753 | 125 | - | - | - | 1,878 |
| House No.5 Fund | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 Restricted funds (continued)

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ Losses £ | Balance at 31 July 2022 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|--------------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 373,863 | 8,191 | (69,947) | - | - | 312,107 |
| JMM Memorial Fund | 11,613 | - | (11,613) | - | - | - |
| Rachael Heyhoe Flint Award | 12,000 | - | (2,000) | - | - | 10,000 |
| Hardship | - | 2,025 | - | - | - | 2,025 |
| Music School | - | 1,500 | - | - | - | 1,500 |
| Dubai Cricket Tour | - | 1,000 | - | - | - | 1,000 |
| Digitalisation of Archive | - | 5,000 | - | - | - | 5,000 |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,455 | 75 | - | - | (22) | 3,508 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,881 | 85 | (25) | - | - | 1,941 |
| Toovey Art Prize | 199 | 21 | (100) | - | - | 120 |
| Berridge Chemistry Prize | 687 | 33 | (25) | - | - | 695 |
| HW Smith Exhibition | 1,289 | 61 | (25) | - | - | 1,325 |
| Wheeler Bennett History Prize | 1,130 | 48 | - | - | - | 1,178 |
| James Richford Cricket Prize | 6,330 | 109 | (25) | - | (32) | 6,382 |
| Photographic Prize | 2,061 | 36 | (25) | - | (11) | 2,061 |
| RH Farrar Mathematical Prize | 12,298 | 183 | (25) | - | (53) | 12,403 |
| RWA Manly Backstage Prize | 992 | 11 | (50) | - | (3) | 950 |
| Prize Funds | 63,973 | 468 | (2,993) | - | (1,936) | 59,512 |
| RK Blumenau Philosophy Prize | 4,456 | 47 | - | - | 4 | 4,507 |
| Roger Short Prize | 1,252 | 47 | - | - | 4 | 1,303 |
| RH Cobb Mathematical Prize | 3,843 | 66 | (25) | - | (19) | 3,865 |
| Matthew Hind Golf Prize | 155 | - | (25) | - | - | 130 |
| Arvid Pardo Prize | 7,540 | - | (50) | - | - | 7,490 |
| | <u>4,297,551</u> | <u>117,710</u> | <u>(307,542)</u> | <u>(1,001,883)</u> | <u>(98,372)</u> | <u>3,007,464</u> |

An amount of £1,001,883 was transferred from Restricted to Unrestricted Funds, which related to the accumulated revaluation of Freehold properties. On investigation the properties were found to have been purchased from Unrestricted Funds, and therefore any revaluation allocated wholly to Unrestricted Funds.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 Restricted funds (continued)

Prior year

| | Balance at 1 August 2020 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2021 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 2,555,299 | 10,124 | (46,967) | - | 166,250 | 2,684,706 |
| Capt. HL Grant | 413,207 | 995 | (739) | - | 24,153 | 437,616 |
| Chesteron Cricket Award | 69,764 | 174 | (2,129) | - | 4,078 | 71,887 |
| Bishop John & Arthur Mort Bursary | 75,444 | 182 | (135) | - | 4,410 | 79,901 |
| Blake Dunbar Music Scholarship | 49,317 | 116 | (1,486) | - | 2,883 | 50,830 |
| Marston Riley Scholarship | 57,426 | 135 | (1,760) | - | 3,357 | 59,158 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,936 | 884 | - | - | - | 30,820 |
| EH Moss Exhibition | - | 334 | - | - | - | 334 |
| Gwynne Jones Exhibition | - | 244 | - | - | - | 244 |
| Wright Ingle Exhibition | - | 511 | - | - | - | 511 |
| Heath Harrison Exhibition | 30,790 | 656 | - | - | - | 31,446 |
| AR Duff Memorial Fund | 8,105 | 849 | - | - | - | 8,954 |
| James Cox Scholarship | 20,363 | 51 | (1,038) | - | 1,190 | 20,566 |
| CW Nicholls Memorial Fund | 12,759 | - | - | - | 2,387 | 15,146 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | 19,785 | 14,387 | (37,167) | 2,995 | - | - |
| Assisted Places (Bowtell) | 10,476 | 18,750 | (20,571) | - | - | 8,655 |
| Assisted Places (Hayter) | 152,741 | 29,885 | (30,000) | - | - | 152,626 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| Chapel Sound System | 3,367 | 280 | - | - | - | 3,647 |
| Chapel Organ | 1,694 | 1,436 | - | - | - | 3,130 |
| CTM Dunn | 20,136 | - | (19,875) | - | - | 261 |
| Music Department | 502 | - | - | - | - | 502 |
| Steinway Theatre | 318,485 | - | (317,215) | - | - | 1,270 |
| Theatre | 2,034 | - | - | - | - | 2,034 |
| Nieper Art Scholarship | 96,789 | - | (13,277) | - | - | 83,512 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,628 | 125 | - | - | - | 1,753 |
| House No.5 Fund | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 Restricted funds (continued)

| | Balance at 1 August 2020 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2021 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 298,278 | 110,556 | (34,971) | - | - | 373,863 |
| JMM Memorial Fund | 11,613 | - | - | - | - | 11,613 |
| Rachael Heyhoe Flint Award | 14,000 | - | (2,000) | - | - | 12,000 |
| Observatory | 10,000 | - | (10,100) | 100 | - | - |
| Cricket Nets | 2,363 | 22,962 | (70,000) | 44,675 | - | - |
| Hardship | 5,000 | 55,250 | (157,950) | 97,700 | - | - |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,051 | 72 | - | - | 332 | 3,455 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,820 | 81 | (20) | - | - | 1,881 |
| Toovey Art Prize | 234 | 20 | (55) | - | - | 199 |
| Berridge Chemistry Prize | 675 | 32 | (20) | - | - | 687 |
| HW Smith Exhibition | 1,251 | 58 | (20) | - | - | 1,289 |
| Wheeler Bennett History Prize | 1,085 | 45 | - | - | - | 1,130 |
| James Richford Cricket Prize | 5,761 | 105 | (20) | - | 484 | 6,330 |
| Photographic Prize | 1,884 | 35 | (20) | - | 162 | 2,061 |
| RH Farrar Mathematical Prize | 11,331 | 176 | (20) | - | 811 | 12,298 |
| RWA Manly Backstage Prize | 951 | 11 | (20) | - | 50 | 992 |
| Prize Funds | 63,003 | 146 | (2,858) | - | 3,682 | 63,973 |
| RK Blumenau Philosophy Prize | 4,403 | 47 | - | - | 6 | 4,456 |
| Roger Short Prize | 1,203 | 47 | - | - | 2 | 1,252 |
| RH Cobb Mathematical Prize | 3,499 | 64 | (15) | - | 295 | 3,843 |
| Matthew Hind Golf Prize | 175 | - | (20) | - | - | 155 |
| Arvid Pardo Prize | 7,560 | - | (20) | - | - | 7,540 |
| | 4,438,212 | 269,825 | (770,488) | 145,470 | 214,532 | 4,297,551 |

Restricted Endowments (Permanent)

The Centenary Appeal Fund was set up in 1965 to provide a maintenance & improvement fund for the College, with a reserve fund to endow scholarships.

The Capt. H L Grant Fund was set up in 1955 for sons of regular officers in the Royal Artillery, or sons of regular army officers generally, whose circumstances were such that they could not, without assistance, be sent to Malvern. The Bursary must be awarded by the recommendation of the Headmaster and the Chairman of the Malvernian Society Committee. This fund was amalgamated with the EH Moss Exhibition fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Chesterton Cricket Awards' income from the principal sum is to be used to provide an award to a senior school student of Malvern College who is not only a cricketer with outstanding prospects but also has shown acceptable academic standards.

The Bishop John & Arthur Mort Bursary was set up in 1998 to provide a bursary to fee-paying parents unable to continue paying fees owing to an unforeseen change of circumstances.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 Restricted funds (continued)

The Blake Dunbar Music Scholarship is to be used to encourage a pupil to join the college who has a particular interest in music.

The Marston Riley Scholarship is a general scholarship to be awarded to a pupil as agreed by the Headmaster and Trustees of the Malvernian Society.

The following Restricted Endowments (Permanent) have associated restricted funds:

The Shand-Kydd Special Fund was set up in 1977 to apply grants to Malvern College not related to bricks and mortar or scholarships. Initially grants were made to assist the Malvern Schools and Industry project. Nowadays it is used to support pupils, at the Society's discretion, to participate in overseas language trips and work experiences. From 2020 the College careers department is asked to recommend a pupil to be supported on STEM-based work experience to the value of £300 each year.

The EH Moss Exhibition was set up in 1946, as part of the 'War Memorial Fund'; the parameters for making an award were in order of preference: 1. To the son of an OM, killed in the 2nd World War, with preference for the RAF. 2. To the son of any other deceased OM. 3. To the son of any other OM. 4. Any other boy (sic), who wouldn't otherwise be able to come to the College. This fund was amalgamated with the Capt. HL Grant Fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Gwynne-Jones Exhibition was set up in 1919 to fund awards to former pupils of Malvern College who have gone to the universities of Oxford, Cambridge or to the Royal Military Academy, Woolwich. A preference was made for the intellectual qualifications of the candidate, but also a preference for a No. 2 boy. In 2017 the fund was amalgamated with the Wright-Ingle and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2021 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Wright Ingle Exhibition was set up in 1918, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford, or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne Jones and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2021 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Heath Harrison Exhibition was set up in 1898, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne-Jones and Wright-Ingle Funds to make awards to successful Oxbridge candidates. From 2021 the award was available to OMs from Malvern College UK or its sister schools abroad.

The Alan Duff Memorial Fund was set up in 1989 to help pupils to take part in sporting or other worthwhile scientific or educational activities which they would not otherwise be able to afford.

The James Cox Scholarship was set up in 2003 to fund an award made for all-round excellence (not just academic) to a pupil on entry to The Downs (ex-Hillstone) year 7 (whether from within the Downs or not) tenable for seven years through to the U6.

The Society also manages the following Restricted Funds:

The Colin Nicholls Memorial Fund was set up in 1988 to help pupils to take part in educational trips.

The Running Track Fund is a project not pursued by the College in recent years. The funds are being held until such time as Malvern College wishes to move ahead with the project.

Bursaries/ Assisted Places is income received from the Gryphon Fund that is granted to the college on an annual basis.

The Bridge Fund is in support of Bridge activities at the College, to promote the game of Bridge amongst pupils and staff.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 Restricted funds (continued)

The Chapel Sound System Fund is to enhance the College Chapel Sound System. This project was part of the 2015 Annual Fund campaign.

The Chapel Organ Fund is to be used for the Chapel organ.

The CTM Dunn Fund is an Assisted Places scheme which aims to provide financial support to pupils, who might not otherwise be able to come to Malvern.

The Music Department Fund is in support of the Music Department to be used at the discretion of the Head of Department.

The Steinway Fund is to support the College in purchasing instruments to become an "All Steinway School".

Theatre Funds are held for the renovation of Malvern College's Rogers Theatre.

The Richard Nieper Art Scholarship Fund is in memory of Richard Nieper (Old Malvernian) to support an Art Scholarship which is designed to enable Arts candidates to come to Malvern College who may not otherwise be able to do so. To be awarded to pupils who show outstanding talent or potential talent, predominantly in Fine Art. The fund is envisaged to be spent down over a period of ten years.

The Blumenau Lecture Series Fund is to support an annual lecture on European History at the College.

The George Sayer Fellow Fund was established to recognise George Sayer's inspirational teaching. The Fund is used to allow the English Department to invite writers to the College on an annual basis to work with the pupils.

Outdoor Pursuits - a fund received and full disbursed in the year to further outdoor pursuits at the College.

The Clark Scholarship Award was created in 2019 in honour of the former Headmaster, Antony Clark. From 2020 the award has been given to an academically strong Sixth Form candidate from a family whose financial circumstances would not normally allow them to consider Malvern. A boarder and a day pupil are chosen in alternate years.

The Michael McNevin Memorial Fund was created in 2019 in honour of Michael McNevin, former Housemaster of No.2. The Fund is to support improvements to No.2. and Cwm Llwh.

The Rachael Heyhoe Flint Award was created by Ben Flint in memory of his mother. The fund is awarded annually to promising girl cricketers on entry to the College.

Observatory: The College already has a good telescope; however, because it has no permanent 'home', it needs setting up, i.e. aligning with the stars and dismantling every time it is used. As this takes a good hour at the start and end of a session, it is used only infrequently. The College has decided to house the telescope within a refurbished observatory, so it will be set up permanently and left in place, allowing our pupils and staff to use it much more frequently. Astronomy in school is introduced in the Foundation Year. It is part of the IGCSE syllabus for the Hundred as well as an option in the IB syllabus.

Cricket Nets: Malvern College has a distinguished record in cricket providing county and national teams with quality players since the early years of the 20th century. In recent years, Malvern cricket has seen the benefits of a partnership with Worcestershire County Cricket Club whereby the county coaches seek to draw talented young cricketers into their academy, and the growth of girls' cricket has further enriched Malvern's reputation as a crucible of cricketing talent. The College has commissioned ELS to provide four new practice nets and Durantcricket to install their industry-leading 'Dream Netting System' replacing the temporary nets with 10 retractable nets.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

23 Restricted funds (continued)

The Golf Facilities Fund is to be used for improvements to the College's golf facilities.

Hardship Fund: The Covid-19 pandemic affected us all. The Society promised to support the College as much as possible by raising funds for the Hardship Fund through our generous donors, to assist those families whose children would otherwise have to leave Malvern College.

Capital Restricted Prize Funds

The Richard Smith Physics Prize is to be awarded annually to the top Physics student in the U6.

Restricted Prize Funds

The following Restricted Endowments (Permanent) Prize Funds have associated Restricted Funds:

The James Greenwood Architecture Prize is a prize for a piece of work by a pupil showing study and understanding of some aspect of Architecture. The work should be concerned with the aesthetics of Architecture and not primarily with social or technical aspects. From 2020 a £300 grant is offered every two years to a pupil nominated by the Head of Art to travel to study architecture (classical or modern).

The Toovey Art Prize is an annual prize for the best sketch or drawing from nature by an art student. In 2020 a one-off £300 grant is awarded to a pupil nominated by the Head of Art to travel to study art (classical or modern).

The Berridge Chemistry Prize is for proficiency in the study of Chemistry. From 2021 £60 is awarded to the candidate with the highest score at Chemistry A level or 1B.

The HW Smith Exhibition is awarded by examination or otherwise to a pupil or pupils in the Classical Fifth Form at the College for excellence in Classical Studies or English Literature, excluding History. To be means-tested at the Headmaster's discretion. Any unspent income to be added to the capital.

The Wheeler Bennett History Prize is awarded for the best essay(s) on European or General, but not English History. From 2021 £100 is awarded to the candidate with the highest score at History A level or 1B.

The James Richford Cricket Prize is awarded to the pupil who has shown the greatest improvement in cricket in the course of the season.

The Photographic Prize is awarded to a pupil for outstanding achievement in Photography.

The RH Farrar Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The RW Manly Backstage Prize is awarded to the pupil who has made an outstanding contribution to backstage theatre work.

Prize Funds is an amalgamation of many small prize funds. These prizes are distributed annually. The RK Blumenau Philosophy Prize is awarded to the most outstanding pupil in ~Philosophy.

The Roger Short Prize is awarded to pupils submitting the best IB Extended Essay.

The R H Cobb Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics. The Matthew Hind Golf Prize is awarded to a pupil for outstanding achievement in Golf.

The Arvid Pardo Statistics Prize is awarded to one A level and one IB pupil for outstanding achievement in Statistics.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

24 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Balance at 1 August 2021 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2022 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 2,651,449 | 86,619 | (15,643) | 410,000 | (127,022) | 3,005,403 |

Prior year

| | Balance at 1 August 2019 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2021 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 2,322,390 | 90,816 | (14,928) | - | 253,171 | 2,651,449 |

The Scholarship Fund fulfils the purpose of providing grants to Malvern College. It is viewed as a permanent investment, the income from which will be used to fully fund education at Malvern College where circumstances are deserving of the same

25 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Fund balances at 31 July 2022 | | | | | |
| Tangible assets | 6,681,300 | - | - | - | 6,681,300 |
| Investments | 1,781,718 | 2,363,672 | 2,163,794 | 254,377 | 6,563,561 |
| Current assets / (liabilities) | 1,777,686 | 641,731 | 843,670 | 21,938 | 3,285,025 |
| | 10,240,704 | 3,005,403 | 3,007,464 | 276,315 | 16,529,886 |

Prior year (as restated)

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Fund balances at 31 July 2021 | | | | | |
| Tangible assets | 6,056,300 | - | - | - | 6,056,300 |
| Investments | 1,872,718 | 2,488,432 | 2,262,166 | 259,813 | 6,883,129 |
| Current assets / (liabilities) | 1,112,756 | 163,017 | 2,035,385 | 21,764 | 3,332,922 |
| | 9,041,774 | 2,651,449 | 4,297,551 | 281,577 | 16,272,351 |

26 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows:

| | 2022 £ | 2021 £ |
|------------------------|-----------|-----------|
| Aggregate remuneration | 14,744 | 70,196 |

During the year the Charitable Company received services to the value of £nil (2021 - £6,000) from Social Bubble, an entity in which S Godsland, wife of the Operations Director has an interest.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2022

Malvern College

At the end of July 2022, £158 (2021: £26) was owed by the Society to Malvern College for amounts paid by Malvern College on behalf of the Society.

As at 31 July 2021, 5 members of staff TUPE transferred from the Malvernian Society to Malvern College. Costs incurred by the College in relation to the Society (including those in relation to staff) were £350,000 (2021: £nil). This represents a gift in kind from the College.

Donations of £366,897 (2021: £938,850) were made by the Society to the School during the year – the majority of this was for bursary support however there were also donations including for disability adaptations and prizes.

27 Cash generated from operation

| | 2022 £ | As restated 2021 £ |
|--|------------------|-----------------------------|
| (Deficit) / Surplus for the year | (367,465) | 1,152,053 |
| Adjustments for: | | |
| Investment income recognised in profit or loss | (251,540) | (251,472) |
| Fair value losses / (gains) on investments | 324,128 | (699,201) |
| Movements in working capital: | | |
| Decrease/(increase) in stocks | 2,480 | (136) |
| Decrease/(increase) in debtors | 18,519 | (7,270) |
| (Increase)/decrease in creditors | (3,275) | 496 |
| Cash generated from operations | <u>(277,153)</u> | <u>194,470</u> |

28 Analysis of changes in net funds

The Society had no debt during the year.

29 Prior year adjustment

Whilst preparing the 2022 accounts, it was concluded that in accordance with the accounting policy on legacies, a legacy amounting to £20,000 should have been recognised in the prior year.

The effect of the adjustment on prior year fund balances is as follows:

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2021 | | | | | |
| (as previously stated) | 9,021,774 | 2,651,449 | 4,297,551 | 281,577 | 16,252,351 |
| Prior year adjustment | 20,000 | - | - | - | 20,000 |
| Fund balances at 31 July 2021 (as restated) | <u>9,041,774</u> | <u>2,651,449</u> | <u>4,297,551</u> | <u>281,577</u> | <u>16,272,351</u> |

THE MALVERNIAN SOCIETY LIMITED

England & Wales - Charity number 527573

Accounts

Registered Charity Number: 527573

Registered Company Number: 00213672

MALVERNIAN SOCIETY LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021



MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

The organisation is a charitable company limited by guarantee, incorporated on 30 April 1926 and registered as a charity on 1 November 1963.

Directors:

Trustees who are Directors for the purpose of company law and Trustees for the purpose of charity law, are as follows:

| | | |
|--------------------------------------|--|--|
| President: | RI. Hon Sir Stephen Brown PC, GBE | (Elected 06/15 - 09/24) |
| Chairman: | T D Straker J P Foxall | (Elected 09/21) (Resigned 06/21) |
| Elected: | A S Afolabi J C F Barwell C N Boyd A M Edwards-Clark N C S Engert C Fairchild R J Harris J P Foxall (Chairman) J M J Havard AR Higgins PE Lambert J Mueller J A Staniforth B S Walker | (11/20 - resigned 09/21) (11/20 – 11/23) (06/18 – resigned 02/21) (06/18 - 06/24) (06/15 – 09/24) (06/18 -09/24) (06/17 - 06/23) (06/15 - resigned 06/21) (06/14 - 06/23) (06/20 – 06/23) (06/14 – resigned 03/21) (06/17 – resigned 03/21) (06/15 – resigned 11/20) (06/17 – resigned 03/21) |
| Ex-Officio: | AK Metcalfe | (Headmaster from 01/04/19) |
| Nominated: | S C Holroyd | (nominated by Common Room 06/15 - 06/21) |
| Vice-Presidents: | H CK Carson P J Cartwright AR Clark R de C Chapman MC Frayn PC U Jagger B T D M Laidlaw Lord Maclaurin of Knebworth DL HM Robinson | |
| Operations Director: | P Godsland | (resigned 10/21) |
| Charity number: | 527573 | |
| Company number: | 002113672 | |
| HM Revenue & Customs Ref: | X25620 | |
| Other names: | The Society reserves the right to use the title “The Malvern College Foundation” | |

MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION (CONTINUED)

| | |
|---|---|
| Registered & Principal Office: | Malvern College College Road Malvern Worcestershire WR14 3DF |
| Auditors: | Cooper Parry Group Limited Sky View Argosy Road East Midlands Airport Castle Donington Derby DE74 2SA |
| Bankers: | Lloyds Bank 48 Belle Vue Terrace Malvern Worcestershire WR14 4QG CCLA Investment Management Ltd Senator House 85 Queen Victoria Street London EC4V 4ET |
| Solicitors: | Pinsent Masons LLP 30 Crown Place Earl Street London EC2A 4ES |
| Investment advisors: | Sarasin & Partners LLP Juxon House 11 St. Paul's Churchyard London EC4M 8BU |

MALVERNIAN SOCIETY LIMITED

CONTENTS

| | Page |
|---|-------------|
| Trustees' report | 1 – 6 |
| Statement of Trustees' responsibilities | 7 |
| Independent auditor's report | 8 – 10 |
| Statement of financial activities | 11 – 12 |
| Summary income and expenditure account | 13 |
| Balance sheet | 14 |
| Statement of cash flows | 15 |
| Notes to the accounts | 16 – 34 |

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 JULY 2021

The Board of Trustees is pleased to present its report together with the audited Financial Statements of the charitable company for the year ended 31 July 2021.

The Malvernian Society Limited is a charitable company limited by guarantee. The charity number, company number, present Trustees (being Directors of the Company) and advisors are provided on the Legal and Administrative Information page.

The Trustees are also Directors for the purpose of company law.

Objectives and activities

The charitable company's objects are primarily to:

1. Promote the work, and assist in the carrying on, of education at the Senior School of Malvern College and,
2. Assist, in cases of need, former pupils of Malvern College in further training.

In furtherance of these objectives, income received from capital projects, investments and donations is applied in making grants mainly to Malvern College for Scholarships, Exhibitions, Bursaries/Assisted Places, Sports Awards and items of educational equipment, and to a very minor degree to individual pupils and former pupils undertaking training projects.

On an exceptional basis, the proceeds of asset sales may be granted to Malvern College from Unrestricted Funds for building purposes. The Society aims to assist the College in the short, medium and long term.

In setting out to achieve our aims, the Society carries out two primary activities in close co-operation with the staff at Malvern College:

1. Developing alumni events, communications, and contact plans, which are intended to broaden and deepen the understanding of the benefits of Malvern College UK and its sister schools abroad to previous and existing pupils, and to increase the affinity to Malvern College and the Malvernian Society of Old Malvernians and other constituents.
2. Supporting fundraising activities in support of the College with special focus on alumni and other Friends of Malvern College, such as current parents and parents of former pupils.

Principal funding sources

Income sources include regular and single gifts and legacies, sale of merchandise, rental income and income generated from investments. These are all clearly laid out in the accompanying accounts.

Public Benefit

The Trustees of the Malvernian Society confirm that they have complied with the duty of Section 17 of the Charities Act 2011 to have due regard to the most recent public benefit guidance published by the Charity Commission. The significant activities undertaken to carry out our aims for the public benefit are detailed below.

The principal object of the Malvernian Society is to support Malvern College and its alumni. As such the Society makes a significant annual financial contribution to all the areas of public benefit undertaken by the College, a separate charity. In this regard the Society contributes regularly to Malvern College capital building projects. These facilities are then made available, on occasion, for public use and for the College's outreach services. An example of this is the Science Centre, which has been used to hold 'science exhibition and practical experience' days for local schools. Similarly, the Sports Complex provides much needed indoor sports, fitness and leisure facilities for the local Malvern community. The most recent project, the refurbished Rogers Theatre is also available to local schools and organisations.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

Public Benefit (continued)

The Society cites the following examples of direct public benefit from its activities:

1. The Trustees of the Society manage its Restricted and Unrestricted Funds, accumulated since the Society's foundation in 1895, to provide Scholarships, Bursaries and Assisted Places at Malvern College for talented boys and girls, who the College decides would benefit considerably from a College education, and whose parents would not otherwise be able to afford the school fees. In this way the Society encourages wider access to the outstanding educational opportunities provided by Malvern College to children from a broad spectrum of society. Information about the use of the Society's Funds is contained in its Annual Report and Accounts.
2. The Society offers its Club Room in the College, at no cost, to local organisations in need of a meeting place for their organising Committees. Examples are the 'Malvern Association for the Visually Impaired' and the Malvern Hills branch of the Fine Arts Society.
3. The Society welcomes Friends and members of the public to attend Malvernian Society lectures at the College.

The Society underwrites and subsidises many events throughout the year and throughout the world for the benefit of Old Malvernians and 'Friends' of Malvern College (see below).

Achievements and performance

During the 2020-21 financial year, Society events were greatly affected by the impact of Covid and associated restrictions. However, the Society, focused on remote OM engagement activities and launched a specialist channel for promoting the achievements of our Under 30s OMs called OM Stories. With the lifting of restrictions in July 2021, the Society was well placed to re-start our events programme with a reunion and benefactors lunch being held early in the new financial year.

In April 2021 we published the 43rd edition of the OM Newsletter, which provided a detailed review of the limited global events and activities encouraged and supported by the Society, as well as providing an update on news from OMs around the world. The OM Newsletter also includes a section on Development, demonstrating to donors the impact of their gifts. Our current fundraising focus is the exciting refurbishment of the Music School, which is due to commence in 2022. We continue to improve our social media presence with successful engagement on Facebook, Instagram and Twitter. We continue to develop the very career-mentoring platform, OM Connect.

Fundraising

The Malvernian Society is registered with the Fundraising Regulator. There have been no issues of non-compliance nor any complaints in 2020-21. The Society has an Ethical Fundraising Policy and complies with the Fundraising Code 1.2 General Principles e)ii) relating to vulnerable people and with the 'Treating Donors' Fairly' Guidance issued by the Institute of Fundraising. We monitor our fundraising activity by making 'Legitimate Interest Assessment' in terms of GDPR and using, for example Due Diligence intermediaries.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

Financial review

The Trustees have a reasonable expectation that the charity will continue in existence for the foreseeable future and have, therefore, used the going concern basis in preparing the financial statements.

Income during the year was £1,707,363 (2020 - £1,035,878). Total expenditure was £1,274,511 (2020 - £755,991), of which grants awarded to the College amounted to £951,098 (2020 - £488,844); thereby continuing our support to the College. Furthermore, the gain on investments during the year was £699,201 (2020 - £102,058). This policy of support resulted in net income of £1,132,053 in 2020-21 (2019-20 - £381,945).

In this year, overall funds were increased by a property revaluation, we follow accounting guidelines on present market value, which resulted in an increase of £555,000 (2020 - £75,000). Secondly, there was a return on funds invested of £699,201 (2020 - £102,058). Therefore, total funds increased to £16,252,351 (2020 - £14,565,298).

We have continued to support the College in other areas of fundraising, such as with the Malvernian Society Assisted Places Scheme, to help attract talented students who otherwise would not be able to come to the College. A specific allocation of £2,651,449 (2020 - £2,322,390) is held in a designated fund for this purpose. The Society has been able to use some long-standing restricted funds to support students in taking full advantage of the opportunities offered at Malvern College, such as help towards the cost of sports tours, expeditions and voluntary work overseas. Our financial protocols have continued to improve with the College's finance team now carrying out the financial operations on behalf of the Society. This has further improved the Society's ability to identify suitable applicants for certain funds.

In 2021-22 we are planning to review our funds and consolidate where possible, to facilitate a modernisation of the support criteria. In some cases we have found it increasingly challenging to make awards from specific funds due to the onerous, historic criteria. It is intended that this will enable the Society to expand the level of support to a wider demographic.

Total reserves at 31 July 2021 amount to £16,252,351 (2020 - £14,565,298). Of this £281,577 (2020 - £256,488) is permanently endowed, £4,297,551 (2020 - £4,438,212) is restricted in nature, £2,651,449 (2020 - £2,322,390) has been designated by the trustees for specific purposes (as described in the notes to the accounts) leaving £9,021,774 (2020 - £7,548,208) as general reserves. Of the general reserves, after making due allowance for that amount that could only be realised upon the sale of tangible fixed assets or investments, £1,092,756 (2020 - £1,631,414) is freely available for use by the Society.

Reserves Policy

The Society is committed to maintaining a practical working balance of Free Reserves consistent with the operating costs of the Society and our ability to have available funds to support shorter term College requirements. The Reserves Policy allows us to achieve a minimum balance as required by current accounting regulations. The Trustees have determined a policy of maintaining one year of salary and everyday expenses plus £50,000, representing one year of Designated and Committed Funds to the College, as being a sensible level of reserves to keep readily available to maintain ongoing operations without causing interference to our aims. The level of reserves required is £340,000.

Following a policy review in 2018, the Trustees have determined that, if required, Unrestricted Funds from bequests would be allocated to cash reserves annually as required in order to maintain the current cash balances required to satisfy the stated policy.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

An analysis of reserves is given in the Financial Review section of this report and at 31 July 2021, free reserves (that is those reserves not represented by restricted funds or tangible fixed assets) were £5,616,923 (this includes designated funds of £2,651,449). The level of free reserves is in excess of the reserves policy of £340,000 and, as a grant making charity, the Society relies on its investments (which are unrestricted in nature) to generate investment income which allows it to fulfil its charitable aims.

Investment Policy

The Society adopts a cautious investment policy in order to preserve funds for both immediate and future use, as directed by donors. Our annual disbursement plan is aimed to support important College initiatives and in future to increasingly support the Assisted Places Scheme. The majority of our funds are placed with the leading London Investment provider Sarasin & Partners, and within their generalised and cautious fund, named 'The Alpha Common Investment Fund'.

The trustees are pleased with the success of the policy adopted. The investments have again increased in value this year with gains of £699,201 (2020 - £102,058) being reported. The dividends and interest received amounted to £181,352 (2020 - £184,359), with investment additions of £405,887 (2020 - £251,834) during the year. These two items account for 78.1% (2020 – 75.0%) of the net incoming resources before the revaluation of tangible fixed assets, and enhances the ability of the Society to pursue the principal objectives.

COVID -19

As a result of the COVID-19 pandemic, office staff have continued to work remotely from home. Communications between the Operations Director and the trustees continued on a regular and routine basis; digital meetings have enabled more frequent contact than usual about specific issues (such as properties, funds management and grants to the College, as well as operational matters). In brief, governance and trustee oversight were and remain robust and sufficient, unaffected by the pandemic.

As a grant making charity reliant on investments, we have continued to receive sufficient income from the charity's investments, the performance of which at 31 July 2021 was reflected in net revaluation gains which is reassuring for the charity. The charity holds sufficient reserves (see reserves policy), has sufficient cash balances and has not needed to utilise any government support during the pandemic. Additional information is provided in accounting policy 1.2.

Plans for Future Periods

(a) 2021-22

With the continuing impact of COVID-19, the society is planning to re-launch a number of events postponed from 2020-21. These will include informal gatherings, Club dinners and reunions.

We will continue to develop our career-mentoring and professional support programme for the benefit of OMs, and respond to the evolving needs of the constituency.

We will continue to develop our social media platforms to improve alumni engagement, and our websites to improve event registrations, purchase of merchandise and for online giving.

The Trustees have agreed the following fundraising priorities for 2021-22:

1. The Malvernian Society Assisted Places Endowment Fund
2. Music School refurbishment
3. Parental Engagement

The ongoing priority is to fund additional Assisted Places to broaden the access to the College.

The College's next large-scale capital project focus is the refurbishment of the Music School, which the Society are hoping to raise financial support for.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

(b) Future Years

The Trustees will continue to consider how best to raise the profile of the College amongst the alumni, parents and Friends, while allocating resources for the future advantage of the College.

Structure, governance and management

The Society is a company limited by guarantee. It was incorporated on 30 April 1926 and is governed by its Memorandum and Articles of Association. It was registered as a charity on 1 November 1963.

The Board of Trustees is responsible for directing the business of the Society. Day-to-day business is managed by the Operations Director. From October 2021, this falls under the remit of the College's Chief Operating Officer, who reports directly to the Board of Trustees.

All Trustees must be members of the Society. Members are elected by the Board of Trustees. Former pupils and members of staff of Malvern College and others associated with Malvern College are eligible for election to the Society by the Board of Trustees.

All the elected and nominated Trustees of the Board serve a three-year term unless otherwise indicated below. Most Trustees are elected at the Annual General meeting but others are nominated by other groups associated with Malvern College. The categories and method of appointment of Trustees are:

1. The President
2. Up to nine Trustees who retire on a rotational basis, except that the Board of Trustees may co-opt a member of the Society to fill a casual vacancy until the next AGM
3. Two Trustees nominated by the Council of Malvern College
4. The Head of Malvern College, who is a member ex-officio
5. One Trustee nominated by the Common Room of the Senior School of Malvern College
6. Up to two Trustees who are parents of pupils in the Senior School of Malvern College, who are nominated by the Parents' Forum
7. Vice-Presidents who, once elected, hold office for life but are non-voting Trustees

The Chairman of the Board of Trustees is one of the nine elected Trustees.

Once elected the trustees receive training and guidance on the role and responsibility of a trustee from the Board through a prepared Trustee Briefing Pack which includes information about the Society (legal form, history and current material) and guidance from the Charity Commission on the role of a trustee and other best practice issues. At other times regular updates are provided for all trustees.

Responsibilities of the Trustees

The Trustees carry out regular reviews of Malvernian Society plans and activities through official Trustee meetings held in March, June and November each year. and through informal contact between meetings, usually either in Malvern or London. Since March 2020 Trustees have become used to meeting via Zoom or Teams. It is the aim of Trustees to add comments and direction to the Operations Director and Chairman of Trustees, with a view to ensuring good practice and effective fund management and disbursement, according to our aims and objectives.

Where a subject of particular focus needs attention, such as the Property Portfolio or our Investment oversight, then a sub-committee is typically formed which can spend additional time to research and propose action to the Trustees as a whole.

Responsibilities of the Malvernian Society Staff

The Malvernian Society staff carry out all day-to-day activities according to the priorities for the year, and in close association with the senior personnel of the College, such as the Headmaster, the Chief Operating Officer, the Finance Director, the Director of Marketing & Admissions and the Chairman of College Council.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

Remuneration policy

The remuneration of personnel is set by the Board having due regard to the roles and responsibilities of the individuals concerned; due consideration is also paid to the rates prevailing for similar posts in the charitable sector.

Related Parties and Conflicts of Interests

The Board of Trustees has adopted an appropriate and comprehensive policy to identify all transactions with related parties or other transactions which might involve any conflict of interest. These are documented and reported annually to the auditors.

Risk Management Statement

The Board of Trustees has identified the major risks facing the Society. A Risk Management Register is maintained and the risks highlighted are reviewed regularly by the Operations Director to ensure that they do not pose a threat to the Society. The Register is reviewed at least annually by Trustees.

Risks are categorised as either strategic, operational, financial or compliance. The key risks identified under these headings are the impact on fundraising of economic factors, loss of key personnel and stock market volatility. Steps are taken to mitigate these risks through establishing clear roles, responsibilities and reporting lines within the Society, effective communication and through on-going monitoring.

Auditor

Cooper Parry Group Limited is the appointed auditor for the year ended 31 July 2021.

Disclosure of information to auditor

Each Trustee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.



T D Straker (Chairman of the Malvernian Society)

on behalf of the Trustees

Dated:

MALVERNIAN SOCIETY LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 JULY 2021

The Trustees, who are also the directors of Malvernian Society Limited for the purpose of company law, are responsible for preparing the Trustees' 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 which give a true and fair view of the state of affairs of the Society 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 (FRS 102) (effective 1 January 2019);
- 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 Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MALVERNIAN SOCIETY LIMITED

Opinion

We have audited the financial statements of Malvernian Society Limited (the "charitable company") for the year ended 31 July 2021 which comprise the Statement of Financial Activities, the Balance Sheets, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2021, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

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 12 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 in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MALVERNIAN SOCIETY LIMITED (CONTINUED)

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 directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Annual Report (incorporating the directors' report) has been prepared in accordance with legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (incorporating the directors' 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 by the charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees' were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Annual Report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

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

In preparing the financial statements, the Trustees are responsible for assessing the group's and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the 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 the Companies Act 2006 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.

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

Our assessment focussed on key laws and regulations the charitable company has to comply with and areas of the financial statements we assessed as being more susceptible to misstatement. These key laws and regulations included

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MALVERNIAN SOCIETY LIMITED (CONTINUED)

but were not limited to compliance with the Companies Act 2006, Charities Act 2011, Trustee Act 2000, Charities (Protection and Social Investment) Act 2016, taxation legislation, data protection and employment legislation.

We are not responsible for preventing irregularities. Our approach to detecting irregularities included, but was not limited to, the following:

- obtaining an understanding of the legal and regulatory framework applicable to the charitable company and how the charitable company is complying with that framework, including agreement of financial statement disclosures to underlying documentation and other evidence;
- obtaining an understanding of the charitable company's control environment and how the charitable company has applied relevant control procedures, through discussions with Trustees and other management and by performing walkthrough testing over key areas;
- obtaining an understanding of the charitable company's risk assessment process, including the risk of fraud;
- reviewing meeting minutes of those charged with governance throughout the year; and
- performing audit testing to address the risk of management override of controls, including testing 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 bias.

Whilst considering how our audit work addressed the detection of irregularities, we also considered the likelihood of detection based on our approach. Irregularities arising from fraud are inherently more difficult to detect than those arising from error.

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 for the audit of the financial statements is located at the Financial Reporting Council's ("FRC's") website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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



Glen Bott FCA

Senior Statutory Auditor for and on behalf of:

Cooper Parry Group Limited

Chartered Accountants and Statutory Auditor

Sky View
Argosy Road
East Midlands Airport
Castle Donington
Derby
DE74 2SA

Date: 20 April 2022

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 JULY 2021

| | Notes | Unrestricted funds general 2021 £ | Unrestricted funds designated 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total 2021 £ | Total 2020 £ |
|--|-------|---|--|-------------------------------|------------------------------|--------------------|--------------------|
| Income from: | | | | | | | |
| Donations & legacies | 3 | 1,262,020 | - | 181,895 | - | 1,443,915 | 794,177 |
| Other trading activities | 4 | 11,976 | - | - | - | 11,976 | 1,371 |
| Investments | 5 | 72,407 | 90,816 | 87,930 | 319 | 251,472 | 240,330 |
| Total income and endowments | | 1,346,403 | 90,816 | 269,825 | 319 | 1,707,363 | 1,035,878 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 17,324 | 14,928 | 5,857 | 237 | 38,346 | 33,259 |
| Charitable activities | 7 | 471,534 | - | 764,631 | - | 1,236,165 | 722,732 |
| Total resources expended | | 488,858 | 14,928 | 770,488 | 237 | 1,274,511 | 755,991 |
| Net gains on investments | 12 | 206,491 | 253,171 | 214,532 | 25,007 | 699,201 | 102,058 |
| Net incoming resources before transfers | | 1,064,036 | 329,059 | (286,131) | 25,089 | 1,132,053 | 381,945 |
| Gross transfers between funds | 13 | (145,470) | - | 145,470 | - | - | - |
| Net incoming resources | | 918,566 | 329,059 | (140,661) | 25,089 | 1,132,053 | 381,945 |
| Other recognized gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | 555,000 | - | - | - | 555,000 | 75,000 |
| Net movement in funds | | 1,473,566 | 329,059 | (140,661) | 25,089 | 1,687,053 | 456,945 |
| Fund balances at 1 August 2020 | | 7,548,208 | 2,322,390 | 4,438,212 | 256,488 | 14,565,298 | 14,108,353 |
| Fund balances at 31 July 2021 | | 9,021,774 | 2,651,449 | 4,297,551 | 281,577 | 16,252,351 | 14,565,298 |

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

Prior financial year

| | Notes | Unrestricted funds general 2020 £ | Unrestricted funds designated 2020 £ | Restricted funds 2020 £ | Endowment funds 2020 £ | Total 2020 £ |
|--|-------|---|--|----------------------------------|---------------------------------|--------------------|
| Income from: | | | | | | |
| Donations & legacies | 3 | 277,036 | - | 517,016 | 125 | 794,177 |
| Other trading activities | 4 | 1,371 | - | - | - | 1,371 |
| Investments | 5 | 109,298 | 87,018 | 44,014 | - | 240,330 |
| Total income and endowments | | 387,705 | 87,018 | 561,030 | 125 | 1,035,878 |
| Expenditure on: | | | | | | |
| Raising funds | 6 | 13,068 | 14,308 | 5,883 | - | 33,259 |
| Charitable activities | 7 | 234,537 | - | 488,195 | - | 722,732 |
| Total resources expended | | 247,605 | 14,308 | 494,078 | - | 755,991 |
| Net gains on investments | 12 | 37,717 | 38,902 | 22,384 | 3,055 | 102,058 |
| Net incoming resources | | 177,817 | 111,612 | 89,336 | 3,180 | 381,945 |
| Other recognized gains and losses | | | | | | |
| Revaluation of tangible fixed assets | 15 | 63,469 | - | 11,531 | - | 75,000 |
| Net movement in funds | | 241,286 | 111,612 | 100,867 | 3,180 | 456,945 |
| Fund balances at 1 August 2019 | | 7,306,922 | 2,210,778 | 4,337,345 | 253,308 | 14,108,353 |
| Fund balances at 31 July 2020 | | 7,548,208 | 2,322,390 | 4,438,212 | 256,488 | 14,565,298 |

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

MALVERNIAN SOCIETY LIMITED

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 JULY 2021

| | All income funds | |
|--------------------------------------|-------------------------|-----------------------|
| | 2021 | 2020 |
| | £ | £ |
| Gross income | 1,707,044 | 1,038,965 |
| Gains on investments | 674,194 | 99,003 |
| Total income in the reporting period | <u>2,381,238</u> | <u>1,137,968</u> |
| Total expenditure from income funds | <u>1,274,274</u> | <u>759,203</u> |
| Net income for the year | <u><u>1,106,964</u></u> | <u><u>378,765</u></u> |

MALVERNIAN SOCIETY LIMITED

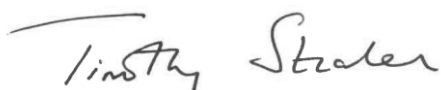
BALANCE SHEET AS AT 31 JULY 2021

| | Notes | 2021 | | 2020 | |
|---|-------|------------------|-------------------|------------------|-------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 14 | | 6,056,300 | | 5,501,300 |
| Investments | 16 | | 6,883,129 | | 5,778,041 |
| | | | <u>12,939,429</u> | | <u>11,279,341</u> |
| Current assets | | | | | |
| Stocks | 18 | 13,455 | | 13,319 | |
| Debtors | 19 | 3,391 | | 16,121 | |
| Cash at bank and in hand | | <u>3,335,275</u> | | <u>3,295,220</u> | |
| | | <u>3,352,121</u> | | <u>3,324,660</u> | |
| Creditors: amounts falling due within one year | 20 | <u>(39,199)</u> | | <u>(38,703)</u> | |
| Net current assets | | | <u>3,312,922</u> | | <u>3,285,957</u> |
| Total assets less current liabilities | | | <u>16,252,351</u> | | <u>14,565,298</u> |
| Capital funds | | | | | |
| <u>Endowment funds</u> | 22 | | 281,577 | | 256,488 |
| <u>Restricted funds</u> | | | | | |
| General restricted funds | | 3,295,668 | | 3,650,861 | |
| Revaluation reserve | | <u>1,001,883</u> | | <u>787,351</u> | |
| | 23 | | 4,297,551 | | 4,438,212 |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 24 | 2,651,449 | | 2,322,390 | |
| General unrestricted funds | | 4,014,252 | | 3,302,177 | |
| Revaluation reserve | | <u>5,007,522</u> | | <u>4,246,031</u> | |
| | | | <u>11,673,223</u> | | <u>9,870,598</u> |
| | 25 | | <u>16,252,351</u> | | <u>14,565,298</u> |

The Trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on



T D Straker, Chairman
Company Registration No. 00213672

MALVERNIAN SOCIETY 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 | | 194,470 | | 15,986 |
| Investing activities | | | | | |
| Purchase of other investments | | (405,887) | | (251,834) | |
| Investment income and rental income received | | <u>251,472</u> | | <u>243,541</u> | |
| Net cash used in investing activities | | | (154,415) | | (8,293) |
| Net cash used in financing activities | | | <u>-</u> | | <u>-</u> |
| Net increase in cash and cash equivalents | | | 40,055 | | 7,693 |
| Cash and cash equivalents at beginning of year | | | 3,295,220 | | 3,287,527 |
| Cash and cash equivalents at end of year | | | <u>3,335,275</u> | | <u>3,295,220</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

Company information

Malvernian Society Limited, company number 00213672, is a private company limited by guarantee incorporated in England and Wales. The company is registered in England and its registered office is Malvernian Society, Malvern College, Malvern, Worcestershire, WR14 3DF.

Accounting convention

The financial statements have been prepared in accordance with the Society'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)". The Society is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Society. Monetary amounts in these financial statements are rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Society 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.

As a result of government restrictions and medical guidelines our events programme (i.e. expenses) was substantially curtailed. At the same time, investment income has been and continues to be rather robust. Both investment valuations and cash balances continue to be monitored, have performed well during the pandemic and are deemed sufficient. The charity has taken to remote methods of working, and has not utilised any government support during the pandemic.

Charitable funds

Unrestricted funds can be used in accordance with the charitable objects of the Society at the discretion of the Trustees.

Restricted funds are to be used for specific purposes as specified by the donors.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donors.

Incoming resources

Income is recognised when the Society is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Society has been notified of the donation unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Incoming resources except donations and legacies, are included on a receivable basis, ie they are recognised in the period in which they are receivable.

Income from listed investments are included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the income being payable.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies (continued)

Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at valuation.

Freehold land and buildings are revalued to market value annually and any revaluation surplus or deficit is recognised in the statement of financial activities

Donated assets classified as collectables are held at valuation. The value is reviewed on an annual basis. As a consequence of the regular revaluation policy, depreciation is not charged on tangible fixed assets.

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.

Investments

Fixed asset investments are re-measured to market value at each Balance Sheet date. Gains and losses on re-measurement are recognised in the statement of financial activities for the period.

Impairment of fixed assets

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost comprises purchase price and net realisable value is the estimated selling price.

Net realisable value is the estimated selling price less all estimated to be incurred in marketing, selling and distribution.

Debtors

Short term debtors are measured at transaction price, less any impairment.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies (continued)

Cash and cash equivalents

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

Financial instruments

The Society 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 Society's balance sheet when the Society becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade debtors, other debtors, accrued income 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 trade creditors, other creditors and accruals are initially recognised at transaction price. 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.

Derecognition of financial liabilities

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

Trade creditors

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.

Pension costs

The Society makes payments to a pension schemes operated by Malvern college with fixed contributions being paid into these schemes by the society. Once the payments have been made the society has no further payment obligations.

The contributions are recognised as an expense in the Statement of Financial Activities when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Society in independently administered funds.

2 Critical accounting estimate and judgements

In the application of the Society'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.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

3 Donations and legacies

| | Unrestricted funds general 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total 2021 £ | Total 2020 £ |
|----------------------------|--|-------------------------------|------------------------------|--------------------|--------------------|
| Donations and gifts | 1,262,020 | 181,895 | - | 1,443,915 | 775,534 |
| Legacies receivable | - | - | - | - | 18,643 |
| | <u>1,262,020</u> | <u>181,895</u> | <u>-</u> | <u>1,443,915</u> | <u>794,177</u> |
| Donations and gifts | | | | | |
| Life membership fees | 132,000 | - | - | 132,000 | 131,000 |
| Donations | 1,120,086 | 172,027 | - | 1,292,113 | 616,350 |
| Tax recoverable | 9,934 | 9,868 | - | 19,802 | 18,923 |
| Event ticket income | - | - | - | - | 9,261 |
| | <u>1,262,020</u> | <u>181,895</u> | <u>-</u> | <u>1,443,915</u> | <u>775,534</u> |
| Year ended 31 July 2020 | <u>258,393</u> | <u>517,016</u> | <u>125</u> | <u>775,534</u> | |

4 Other trading activities

| | Unrestricted funds General 2021 £ | Unrestricted funds General 2020 £ |
|------------|--|--|
| OM Trading | <u>11,976</u> | <u>1,371</u> |

5 Investments

| | Unrestricted funds general 2021 £ | Unrestricted funds designated 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total 2021 £ | Total 2020 £ |
|--------------------------------|--|---|-------------------------------|------------------------------|--------------------|--------------------|
| Rental income | 19,500 | - | - | - | 19,500 | 19,500 |
| Income from listed investments | 26,206 | 71,734 | 80,042 | - | 177,982 | 174,126 |
| Investment management credits | 23,331 | 19,082 | 7,888 | 319 | 50,620 | 36,471 |
| Interest receivable | 3,370 | - | - | - | 3,370 | 10,233 |
| | <u>72,407</u> | <u>90,816</u> | <u>87,930</u> | <u>319</u> | <u>251,472</u> | <u>240,330</u> |
| Year ended 31 July 2020 | <u>109,298</u> | <u>87,018</u> | <u>44,014</u> | <u>-</u> | <u>240,330</u> | |

6 Raising funds

| | Unrestricted funds general 2021 £ | Unrestricted funds designated 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total 2021 £ | Total 2020 £ |
|-------------------------|--|---|-------------------------------|------------------------------|--------------------|--------------------|
| Investment management | <u>17,324</u> | <u>14,928</u> | <u>5,857</u> | <u>237</u> | <u>38,346</u> | <u>33,259</u> |
| Year ended 31 July 2020 | <u>13,068</u> | <u>14,308</u> | <u>5,883</u> | <u>-</u> | <u>33,259</u> | |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

7 Charitable activities

| | 2021 £ | 2020 £ |
|--|------------------|----------------|
| Staff costs | 243,186 | 123,548 |
| Postage | 606 | 12,554 |
| Printing and stationery | 12,154 | 20,226 |
| Events | - | 14,244 |
| Marketing and media | 6,248 | 2,386 |
| | <u>262,194</u> | <u>172,958</u> |
| Grant funding of activities (see note 8) | 951,098 | 488,844 |
| Share of support costs (see note 9) | 14,561 | 15,277 |
| Share of governance costs (see note 9) | 8,312 | 45,653 |
| | <u>1,236,165</u> | <u>722,732</u> |
| Analysis by fund | | |
| Unrestricted funds - general | 471,534 | 234,537 |
| Restricted funds - grant funding expenditure | 764,631 | 488,195 |
| Endowment funds | - | - |
| | <u>1,236,165</u> | <u>722,732</u> |

8 Grants payable

| | 2021 £ | 2020 £ |
|---|----------------|----------------|
| Grants to institutions: | | |
| Unrestricted | | |
| Malvern College | 5,750 | - |
| Malvern College - Outdoor Pursuits | - | 649 |
| Malvern College - Covid | 151,717 | - |
| Malvern College - Sport | 19,003 | - |
| OM Clubs | 9,998 | - |
| Restricted | | |
| Malvern College Centenary Appeal Fund | 42,445 | 42,235 |
| Assisted Places | 37,167 | 36,901 |
| Assisted Places (Hayter) | 30,000 | 30,000 |
| Marston-Riley Scholarship | 1,660 | 1,660 |
| CTM Dunn | 19,875 | 19,778 |
| Alan Duff Memorial Fund | - | 700 |
| Nieper Art Scholarship | 13,277 | 23,210 |
| House No.9 | - | 100 |
| Prize Funds (number of small awards from the various prize funds) | 3,000 | 3,000 |
| Chesterton Cricket Award | 2,000 | 2,000 |
| Steinway | 317,215 | 304,640 |
| James Cox Scholarship | 1,000 | 1,000 |
| Assisted Places (Bowtell) | 20,571 | 20,571 |
| Blake Dunbar | 1,400 | 1,400 |
| Rachael Heyhoe-Flint | 2,000 | 1,000 |
| Hardship fund | 157,950 | - |
| Clark Scholarship | 34,970 | - |
| Observatory Fund | 10,100 | - |
| Cricket nets | 70,000 | - |
| | <u>951,098</u> | <u>488,844</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

9 Support costs

| | Support costs £ | Governance costs £ | 2021 £ | 2020 £ |
|---|-----------------------|--------------------------|---------------|---------------|
| Staff costs | - | - | - | 21,802 |
| Audit fees | - | 5,090 | 5,090 | 5,400 |
| Legal and professional | - | 2,040 | 2,040 | 13,939 |
| Office expenses | 13,203 | - | 13,203 | 13,628 |
| Directors' expenses | - | 942 | 942 | 1,512 |
| Accountancy fees | - | 240 | 240 | 3,000 |
| Bank charges | 1,358 | - | 1,358 | 1,649 |
| | <u>14,561</u> | <u>8,312</u> | <u>22,873</u> | <u>60,930</u> |
| Year ended 31 July 2020 | <u>15,277</u> | <u>45,653</u> | | <u>60,930</u> |
| Analysed between Charitable activities | <u>14,561</u> | <u>8,312</u> | <u>22,873</u> | <u>60,930</u> |

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year. No expenses were reimbursed to trustees during the year (2020 - £Nil).

11 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2021 No. | 2020 No. |
|----------------|-------------|-------------|
| Administrative | <u>6</u> | <u>4</u> |

Employment costs

| | 2021 £ | 2020 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 215,877 | 130,801 |
| Social security costs | 17,774 | 8,215 |
| Pension costs | 9,535 | 6,335 |
| | <u>243,186</u> | <u>145,351</u> |

The amount shown above in respect of pension costs represents the total amount payable by the charitable company for the year.

The number of employees whose annual remuneration was £60,000 or more was:

| | 2021 No. | 2020 No. |
|-------------------|-------------|-------------|
| £60,000 - £70,000 | <u>1</u> | <u>1</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

12 Net gains / (losses) on investments

| | Unrestricted funds general 2021 £ | Unrestricted funds designated 2021 £ | Restricted funds 2021 £ | Endowment Funds 2021 £ | Total 2021 £ | Total 2020 £ |
|----------------------------|---|--|----------------------------------|---------------------------------|--------------------|--------------------|
| Revaluation of investments | 206,491 | 253,171 | 214,532 | 25,007 | 699,201 | 102,058 |
| Year ended 31 July 2020 | 37,717 | 38,902 | 22,384 | 3,055 | | 102,058 |

13 Transfers

A transfer of £145,470 (2020 - £0) was made between unrestricted and restricted funds, to negate the deficit on the Hardship, Cricket nets, Bursaries/Assisted Places and Observatory funds.

14 Tangible fixed assets

| | Freehold land And buildings £ | Collectables £ | Total £ |
|--------------------------|-------------------------------------|-------------------|------------|
| Cost or valuation | | | |
| At 1 August 2020 | 5,495,000 | 6,300 | 5,501,300 |
| Revaluation | 555,000 | - | 555,000 |
| At 31 July 2021 | 6,050,000 | 6,300 | 6,056,300 |
| Carrying amount | | | |
| At 31 July 2021 | 6,050,000 | 6,300 | 6,056,300 |
| At 31 July 2020 | 5,495,000 | 6,300 | 5,501,300 |

The freehold land and buildings were valued at £6,050,000, by Colin Townsend MRICS of John Goodwin, at 31 July 2021. The Society has adopted the policy of revaluing its freehold land and buildings in accordance with current Financial Reporting Standards.

At 31 July 2021, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £521,719 (2020 - £521,719).

In 2010 Timothy Straker donated the Wisden's Almanac and Cabinet which is shown under collectables. The Trustees have assessed the collection and in their opinion the worth of the collection remains unchanged at £6,300 at the balance sheet date.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

15 Revaluation of fixed assets

| | Unrestricted Funds general £ | Restricted funds £ | Total £ |
|-------------------------------------|---------------------------------------|--------------------------|------------|
| Revaluation in year to 31 July 2020 | 63,469 | 11,531 | 75,000 |
| Revaluation in year to 31 July 2021 | 555,000 | - | 555,000 |

16 Fixed asset investment

| | Listed Investments £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| At 31 July 2020 | 5,778,041 |
| Additions | 405,887 |
| Valuation changes | 699,201 |
| At 31 July 2021 | <u>6,883,129</u> |
| Carrying amount | |
| At 31 July 2021 | <u>6,883,129</u> |
| At 31 July 2020 | <u>5,778,041</u> |

Fixed asset investments revalued

All quoted investment valuations are as provided by the Investment advisors. Charities Official Investment Fund valuation is as provided by CCLA Investment Management Limited.

The following investments have a market value greater than 5% of the investment portfolio (excluding cash):-

- 55.81% - Sarasin Alpha Common Investment Fund for Endowments (2020 – 55.47%)
- 36.17% - Sarasin Alpha Common Investment Fund for Scholarships (2020 – 38.69%)

17 Financial instruments

| | 2021 £ | 2020 £ |
|---|---------------|---------------|
| Carrying amount of financial assets | | |
| Debt instruments measured at amortised cost | 26 | 15,732 |
| Carrying amount of financial liabilities | | |
| Measured at amortised cost | <u>28,402</u> | <u>35,547</u> |

Debt instruments measured at amortised cost consist of trade debtors, other debtors and accrued income.

Financial assets measured at fair value through the profit and loss comprise of cash balances held on fixed term (greater than three months) deposit accounts.

Financial liabilities measured at amortised cost comprise of trade creditors, other creditors and accruals.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

18 Stocks

| | 2021 £ | 2020 £ |
|------------------|-----------|-----------|
| Goods for resale | 13,455 | 13,319 |

19 Debtors

| | 2021 £ | 2020 £ |
|--------------------------------|--------------|---------------|
| Trade debtors | 26 | 12 |
| Other debtors | - | 15,720 |
| Prepayments and accrued income | 3,365 | 389 |
| | <u>3,391</u> | <u>16,121</u> |

20 Creditors: amount falling due within one year

| | 2021 £ | 2020 £ |
|------------------------------------|---------------|---------------|
| Other taxation and social security | 5,972 | 3,156 |
| Trade creditors | - | 369 |
| Other creditors | 23,252 | 22,648 |
| Accruals and deferred income | 9,975 | 12,530 |
| | <u>39,199</u> | <u>38,703</u> |

21 Retirement benefit schemes

Defined contribution schemes

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

The charge to profit or loss in respect of defined contribution schemes was £9,535 (2020 - £6,335).

22 Endowment funds

Endowment funds represent assets which must be held permanently by the Society. Income arising on the endowment funds can be used in accordance with the objects of the Society and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

22 Endowment funds (continued)

| | Balance at 1 August 2020 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2021 £ |
|------------------------------------|-------------------------------------|-------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 2,681 | - | - | 377 | 3,058 |
| Shand-Kydd Special Fund | 28,985 | - | - | 4,063 | 33,048 |
| EH Moss Exhibition | 10,967 | - | - | 1,544 | 12,511 |
| Toovey Art Prize | 669 | - | - | 94 | 763 |
| Berridge Chemistry Prize | 1,042 | - | - | 147 | 1,189 |
| HW Smith Exhibition | 1,917 | - | - | 270 | 2,187 |
| Gwynne-Jones Exhibition | - | - | - | 1,127 | 1,127 |
| Wright Ingle Exhibition | - | - | - | 2,360 | 2,360 |
| Heath Harrison Exhibition | 46,292 | - | - | 3,029 | 49,321 |
| Wheeler Bennett History Prize | 1,505 | - | - | 212 | 1,717 |
| AR Duff Memorial Fund | 27,823 | - | - | 3,916 | 31,739 |
| James Cox Scholarship | 102,021 | 242 | (180) | 5,963 | 108,047 |
| Rackets Fund | 32,586 | 77 | (57) | 1,905 | 34,511 |
| | <u>256,488</u> | <u>319</u> | <u>(237)</u> | <u>25,007</u> | <u>281,577</u> |

Prior year

| | Balance at 1 August 2019 £ | Income £ | Expenditure £ | Investment Gains/losses £ | Balance at 31 July 2020 £ |
|------------------------------------|-------------------------------------|-------------|------------------|---------------------------------|------------------------------------|
| Permanent endowments | | | | | |
| James Greenwood Architecture Prize | 2,629 | - | - | 52 | 2,681 |
| Shand-Kydd Special Fund | 28,426 | - | - | 559 | 28,985 |
| EH Moss Exhibition | 10,755 | - | - | 212 | 10,967 |
| Toovey Art Prize | 656 | - | - | 13 | 669 |
| Berridge Chemistry Prize | 1,022 | - | - | 20 | 1,042 |
| HW Smith Exhibition | 1,880 | - | - | 37 | 1,917 |
| Gwynne-Jones Exhibition | 7,851 | - | - | 155 | - |
| Wright Ingle Exhibition | 16,441 | - | - | 324 | - |
| Heath Harrison Exhibition | 21,106 | - | - | 415 | 46,292 |
| Wheeler Bennett History Prize | 1,476 | - | - | 29 | 1,505 |
| AR Duff Memorial Fund | 27,286 | - | - | 537 | 27,823 |
| James Cox Scholarship | 101,488 | - | - | 533 | 102,021 |
| Rackets Fund | 32,292 | 125 | - | 169 | 32,586 |
| | <u>253,308</u> | <u>125</u> | <u>-</u> | <u>3,055</u> | <u>256,488</u> |

The Rackets Endowment Fund is to be used to help boys and girls play rackets and compete at Queen's, (whether this is in the form of providing rackets to boys and girls of particular talent or funding the costs of accommodation for selected boys and girls competing at Queen's). The income can also be used to fund the travel expenses of the occasional tour to North America.

The terms under which the rest of the endowment funds were established are detailed in note 23.

Income earned on the permanent endowment funds is taken to restricted funds and distributed as described in note 23.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 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 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2021 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 2,555,299 | 10,124 | (46,967) | - | 166,250 | 2,684,706 |
| Capt. HL Grant Chesterton Cricket Award | 413,207 | 995 | (739) | - | 24,153 | 437,616 |
| Bishop John & Arthur Mort Bursary | 69,764 | 174 | (2,129) | - | 4,078 | 71,887 |
| Blake Dunbar Music Scholarship | 75,444 | 182 | (135) | - | 4,410 | 79,901 |
| Marston Riley Scholarship | 49,317 | 116 | (1,486) | - | 2,883 | 50,830 |
| | 57,426 | 135 | (1,760) | - | 3,357 | 59,158 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,936 | 884 | - | - | - | 30,820 |
| EH Moss Exhibition Gwynne Jones Exhibition | - | 334 | - | - | - | 334 |
| Wright Ingle Exhibition | - | 244 | - | - | - | 244 |
| Heath Harrison Exhibition | - | 511 | - | - | - | 511 |
| AR Duff Memorial Fund | 30,790 | 656 | - | - | - | 31,446 |
| James Cox Scholarship | 8,105 | 849 | - | - | - | 8,954 |
| CW Nicholls Memorial Fund | 20,363 | 51 | (1,038) | - | 1,190 | 20,566 |
| Running Track Fund Bursaries/Assisted Places | 12,759 | - | - | - | 2,387 | 15,146 |
| Assisted Places (Bowtell) | 5,105 | - | - | - | - | 5,105 |
| Assisted Places (Hayter) | 19,785 | 14,387 | (37,167) | 2,995 | - | - |
| Bridge Fund Chapel Sound System | 10,476 | 18,750 | (20,571) | - | - | 8,655 |
| Chapel Organ | 152,741 | 29,885 | (30,000) | - | - | 152,626 |
| CTM Dunn | 1,365 | - | - | - | - | 1,365 |
| Music Department Steinway | 3,367 | 280 | - | - | - | 3,647 |
| Theatre | 1,694 | 1,436 | - | - | - | 3,130 |
| Nieper Art Scholarship | 20,136 | - | (19,875) | - | - | 261 |
| RKB Lecture Series | 502 | - | - | - | - | 502 |
| Golf Facilities | 318,485 | - | (317,215) | - | - | 1,270 |
| George Sayer Fellow | 2,034 | - | - | - | - | 2,034 |
| Rackets Fund | 96,789 | - | (13,277) | - | - | 83,512 |
| House No.5 Fund | 23,580 | - | - | - | - | 23,580 |
| | 1,174 | - | - | - | - | 1,174 |
| | 7,501 | - | - | - | - | 7,501 |
| | 1,628 | 125 | - | - | - | 1,753 |
| | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 Restricted funds (continued)

| | Balance at 1 August 2020 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ Losses £ | Balance at 31 July 2021 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 298,278 | 110,556 | (34,971) | - | - | 373,863 |
| JMM Memorial Fund | 11,613 | - | - | - | - | 11,613 |
| Rachael Heyhoe Flint Award | 14,000 | - | (2,000) | - | - | 12,000 |
| Observatory | 10,000 | - | (10,100) | 100 | - | - |
| Cricket Nets | 2,363 | 22,962 | (70,000) | 44,675 | - | - |
| Hardship | 5,000 | 55,250 | (157,950) | 97,700 | - | - |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 3,051 | 72 | - | - | 332 | 3,455 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,820 | 81 | (20) | - | - | 1,881 |
| Toovey Art Prize | 234 | 20 | (55) | - | - | 199 |
| Berridge Chemistry Prize | 675 | 32 | (20) | - | - | 687 |
| HW Smith Exhibition | 1,251 | 58 | (20) | - | - | 1,289 |
| Wheeler Bennett History Prize | 1,085 | 45 | - | - | - | 1,130 |
| James Richford Cricket Prize | 5,761 | 105 | (20) | - | 484 | 6,330 |
| Photographic Prize | 1,884 | 35 | (20) | - | 162 | 2,061 |
| RH Farrar Mathematical Prize | 11,331 | 176 | (20) | - | 811 | 12,298 |
| RWA Manly Backstage Prize | 951 | 11 | (20) | - | 50 | 992 |
| Prize Funds | 63,003 | 146 | (2,858) | - | 3,682 | 63,973 |
| RK Blumenau Philosophy Prize | 4,403 | 47 | - | - | 6 | 4,456 |
| Roger Short Prize | 1,203 | 47 | - | - | 2 | 1,252 |
| RH Cobb Mathematical Prize | 3,499 | 64 | (15) | - | 295 | 3,843 |
| Matthew Hind Golf Prize | 175 | - | (20) | - | - | 155 |
| Arvid Pardo Prize | 7,560 | - | (20) | - | - | 7,540 |
| | 4,438,212 | 269,825 | (770,488) | 145,470 | 214,532 | 4,297,551 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 Restricted funds (continued)

Prior year

| | Balance at 1 August 2019 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2020 £ |
|--|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Restricted endowments (permanent) | | | | | | |
| Centenary Appeal Fund | 2,542,621 | 30,143 | (46,531) | - | 29,066 | 2,555,299 |
| Capt. HL Grant | 399,784 | 4,428 | (727) | 7,623 | 2,099 | 413,207 |
| Chesterton Cricket Award | 70,739 | 782 | (2,128) | - | 371 | 69,764 |
| Bishop John & Arthur Mort Bursary | 74,366 | 823 | (135) | - | 390 | 75,444 |
| Blake Dunbar Music Scholarship | 49,991 | 554 | (1,491) | - | 263 | 49,317 |
| Marston Riley Scholarship | 58,241 | 645 | (1,766) | - | 306 | 57,426 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,066 | 870 | - | - | - | 29,936 |
| EH Moss Exhibition | 7,293 | 330 | - | (7,623) | - | - |
| Gwynne Jones Exhibition | 5,343 | 241 | - | (5,584) | - | - |
| Wright Ingle Exhibition | 11,192 | 503 | - | (11,695) | - | - |
| Heath Harrison Exhibition | 12,865 | 646 | - | 17,279 | - | 30,790 |
| AR Duff Memorial Fund | 7,970 | 835 | (700) | - | - | 8,105 |
| James Cox Scholarship | 20,130 | 1,349 | (1,222) | - | 106 | 20,363 |
| CW Nicholls Memorial Fund | 12,078 | - | - | - | 681 | 12,759 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | 41,718 | 15,070 | (37,003) | - | - | 19,785 |
| Assisted Places (Bowtell) | 12,505 | 18,440 | (20,469) | - | - | 10,476 |
| Assisted Places (Hayter) | 150,614 | 32,127 | (30,000) | - | - | 152,741 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| House No.9 Fund | 100 | - | (100) | - | - | - |
| Chapel Sound System | 3,087 | 280 | - | - | - | 3,367 |
| Chapel Organ | 519 | 1,175 | - | - | - | 1,694 |
| CTM Dunn | 1,914 | 38,000 | (19,778) | - | - | 20,136 |
| Music Department | 502 | - | - | - | - | 502 |
| Steinway Theatre | 403,125 | 220,000 | (304,640) | - | - | 318,485 |
| Nieper Art Scholarship | - | 2,034 | - | - | - | 2,034 |
| RKB Lecture Series | 120,000 | - | (23,211) | - | - | 96,789 |
| Golf Facilities | 23,580 | - | - | - | - | 23,580 |
| George Sayer Fellow | 1,174 | - | - | - | - | 1,174 |
| | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,329 | 358 | (59) | - | - | 1,628 |
| House No.5 Fund | 300 | - | - | - | - | 300 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 Restricted funds (continued)

| | Balance at 1 August 2019 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2020 £ |
|---------------------------------------|-------------------------------------|----------------|------------------|----------------|-------------------------------------|------------------------------------|
| Clark Scholarship Award | 120,987 | 177,291 | - | - | - | 298,278 |
| JMM Memorial Fund | 11,375 | 238 | - | - | - | 11,613 |
| Rachael Heyhoe Flint Award | 20,000 | (5,000) | (1,000) | - | - | 14,000 |
| Observatory | - | 10,000 | - | - | - | 10,000 |
| Cricket Nets | - | 2,363 | - | - | - | 2,363 |
| Hardship | - | 5,000 | - | - | - | 5,000 |
| Restricted endowments | | | | | | |
| (Permanent) prize funds | | | | | | |
| Richard Smith Physics Prize | 2,934 | 71 | - | - | 46 | 3,051 |
| Restricted prize funds | | | | | | |
| James Greenwood Architecture Prize | 1,739 | 81 | - | - | - | 1,820 |
| Toovey Art Prize | 269 | 20 | (55) | - | - | 234 |
| Berridge Chemistry Prize | 664 | 31 | (20) | - | - | 675 |
| HW Smith Exhibition | 1,213 | 58 | (20) | - | - | 1,251 |
| Wheeler Bennett History Prize | 1,039 | 46 | - | - | - | 1,085 |
| James Richford Cricket Prize | 5,612 | 103 | (20) | - | 66 | 5,761 |
| Photographic Prize | 1,847 | 35 | (20) | - | 22 | 1,884 |
| RH Farrar Mathematical Prize | 11,068 | 172 | (20) | - | 111 | 11,331 |
| RWA Manly Backstage Prize | 953 | 11 | (20) | - | 7 | 951 |
| Prize Funds | 64,813 | 718 | (2,868) | - | 340 | 63,003 |
| RK Blumenau Philosophy Prize | 4,335 | 68 | - | - | - | 4,403 |
| Roger Short Prize | 1,175 | 28 | - | - | - | 1,203 |
| RH Cobb Mathematical Prize | 3,410 | 63 | (15) | - | 41 | 3,499 |
| Matthew Hind Golf Prize | 195 | - | (20) | - | - | 175 |
| Arvid Pardo Prize | 7,600 | - | (40) | - | - | 7,560 |
| | 4,337,345 | 561,030 | (494,078) | - | 33,915 | 4,438,212 |

Restricted Endowments (Permanent)

The Centenary Appeal Fund was set up in 1965 to provide a maintenance & improvement fund for the College, with a reserve fund to endow scholarships.

The Capt. H L Grant Fund was set up in 1955 for sons of regular officers in the Royal Artillery, or sons of regular army officers generally, whose circumstances were such that they could not, without assistance, be sent to Malvern. The Bursary must be awarded by the recommendation of the Headmaster and the Chairman of the Malvernian Society Committee. This fund was amalgamated with the EH Moss Exhibition fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Chesterton Cricket Awards' income from the principal sum is to be used to provide an award to a senior school student of Malvern College who is not only a cricketer with outstanding prospects but also has shown acceptable academic standards.

The Bishop John & Arthur Mort Bursary was set up in 1998 to provide a bursary to fee-paying parents unable to continue paying fees owing to an unforeseen change of circumstances.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 Restricted funds (continued)

The Blake Dunbar Music Scholarship is to be used to encourage a pupil to join the college who has a particular interest in music.

The Marston Riley Scholarship is a general scholarship to be awarded to a pupil as agreed by the Headmaster and Trustees of the Malvernian Society.

The following Restricted Endowments (Permanent) have associated restricted funds:

The Shand-Kydd Special Fund was set up in 1977 to apply grants to Malvern College not related to bricks and mortar or scholarships. Initially grants were made to assist the Malvern Schools and Industry project. Nowadays it is used to support pupils, at the Society's discretion, to participate in overseas language trips and work experiences. From 2020 the College careers department is asked to recommend a pupil to be supported on STEM-based work experience to the value of £300 each year.

The EH Moss Exhibition was set up in 1946, as part of the 'War Memorial Fund'; the parameters for making an award were in order of preference: 1. To the son of an OM, killed in the 2nd World War, with preference for the RAF. 2. To the son of any other deceased OM. 3. To the son of any other OM. 4. Any other boy (sic), who wouldn't otherwise be able to come to the College. This fund was amalgamated with the Capt. HL Grant Fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Gwynne-Jones Exhibition was set up in 1919 to fund awards to former pupils of Malvern College who have gone to the universities of Oxford, Cambridge or to the Royal Military Academy, Woolwich. A preference was made for the intellectual qualifications of the candidate, but also a preference for a No. 2 boy. In 2017 the fund was amalgamated with the Wright-Ingle and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2021 the award will be available to OMs from Malvern College UK or its sister schools abroad.

The Wright Ingle Exhibition was set up in 1918, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford, or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne Jones and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2021 the award will be available to OMs from Malvern College UK or its sister schools abroad.

The Heath Harrison Exhibition was set up in 1898, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne-Jones and Wright-Ingle Funds to make awards to successful Oxbridge candidates. From 2021 the award will be available to OMs from Malvern College UK or its sister schools abroad.

The Alan Duff Memorial Fund was set up in 1989 to help pupils to take part in sporting or other worthwhile scientific or educational activities which they would not otherwise be able to afford.

The James Cox Scholarship was set up in 2003 to fund an award made for all-round excellence (not just academic) to a pupil on entry to The Downs (ex-Hillstone) year 7 (whether from within the Downs or not) tenable for seven years through to the U6.

The Society also manages the following Restricted Funds:

The Colin Nicholls Memorial Fund was set up in 1988 to help pupils to take part in educational trips.

The Running Track Fund is a project not pursued by the College in recent years. The funds are being held until such time as Malvern College wishes to move ahead with the project.

Bursaries/ Assisted Places is income received from the Gryphon Fund that is granted to the college on an annual basis.

The Bridge Fund is in support of Bridge activities at the College, to promote the game of Bridge amongst pupils and staff.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 Restricted funds (continued)

House No. 9 Fund is in support of small projects in House No. 9, to be used at the Housemaster's discretion.

The Chapel Sound System Fund is to enhance the College Chapel Sound System. This project was part of the 2015 Annual Fund campaign.

The Chapel Organ Fund is to be used for the Chapel organ.

The CTM Dunn Fund is an Assisted Places scheme which aims to provide financial support to pupils, who might not otherwise be able to come to Malvern.

The Music Department Fund is in support of the Music Department to be used at the discretion of the Head of Department.

The Steinway Fund is to support the College in purchasing instruments to become an "All Steinway School".

Theatre Funds are held for the renovation of Malvern College's Rogers Theatre.

The Richard Nieper Art Scholarship Fund is in memory of Richard Nieper (Old Malvernian) to support an Art Scholarship which is designed to enable Arts candidates to come to Malvern College who may not otherwise be able to do so. To be awarded to pupils who show outstanding talent or potential talent, predominantly in Fine Art. The fund is envisaged to be spent down over a period of ten years.

The Blumenau Lecture Series Fund is to support an annual lecture on European History at the College.

The George Sayer Fellow Fund was established to recognise George Sayer's inspirational teaching. The Fund is used to allow the English Department to invite writers to the College on an annual basis to work with the pupils.

Outdoor Pursuits - a fund received and full disbursed in the year to further outdoor pursuits at the College.

The Clark Scholarship Award was created in 2019 in honour of the former Headmaster, Antony Clark. From 2020 the award will be given to an academically strong Sixth Form candidate from a family whose financial circumstances would not normally allow them to consider Malvern. A boarder and a day pupil are chosen in alternate years.

The Michael McNevin Memorial Fund was created in 2019 in honour of Michael McNevin, former Housemaster of No.2. The Fund is to support improvements to No.2. and Cwm Llwhch.

The Rachael Heyhoe Flint Award was created by Ben Flint in memory of his mother. The fund is awarded annually to promising girl cricketers on entry to the College.

Observatory: The College already has a good telescope; however, because it has no permanent 'home', it needs setting up, i.e. aligning with the stars and dismantling every time it is used. As this takes a good hour at the start and end of a session, it is used only infrequently. The College has decided to house the telescope within a refurbished observatory, so it will be set up permanently and left in place, allowing our pupils and staff to use it much more frequently. Astronomy in school is introduced in the Foundation Year. It is part of the IGCSE syllabus for the Hundred as well as an option in the IB syllabus.

Cricket Nets: Malvern College has a distinguished record in cricket providing county and national teams with quality players since the early years of the 20th century. In recent years, Malvern cricket has seen the benefits of a partnership with Worcestershire County Cricket Club whereby the county coaches seek to draw talented young cricketers into their academy, and the growth of girls' cricket has further enriched Malvern's reputation as a crucible of cricketing talent. The College has commissioned ELS to provide four new practice nets and Durantcricket to install their industry-leading 'Dream Netting System' replacing the temporary nets with 10 retractable nets.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

23 Restricted funds (continued)

The Golf Facilities Fund is to be used for improvements to the College's golf facilities.

Hardship Fund: The Covid-19 pandemic is affecting us all, and there are Malvern families who have fallen on hard times financially as a direct result of the current crisis. The Society has promised to support the College as much as possible by raising funds for the Hardship Fund through our generous donors, so that we can assist those families whose children would otherwise have to leave Malvern College.

Capital Restricted Prize Funds

The Richard Smith Physics Prize is to be awarded annually to the top Physics student in the U6.

Restricted Prize Funds

The following Restricted Endowments (Permanent) Prize Funds have associated Restricted Funds:

The James Greenwood Architecture Prize is a prize for a piece of work by a pupil showing study and understanding of some aspect of Architecture. The work should be concerned with the aesthetics of Architecture and not primarily with social or technical aspects. From 2020 a £300 grant will be offered every two years to a pupil nominated by the Head of Art to travel to study architecture (classical or modern).

The Toovey Art Prize is an annual prize for the best sketch or drawing from nature by an art student. In 2020 a one-off £300 grant will be awarded to a pupil nominated by the Head of Art to travel to study art (classical or modern).

The Berridge Chemistry Prize is for proficiency in the study of Chemistry. From 2021 £60 is to be awarded to the candidate with the highest score at Chemistry A level or 1B.

The HW Smith Exhibition is awarded by examination or otherwise to a pupil or pupils in the Classical Fifth Form at the College for excellence in Classical Studies or English Literature, excluding History. To be means-tested at the Headmaster's discretion. Any unspent income to be added to the capital.

The Wheeler Bennett History Prize is awarded for the best essay(s) on European or General, but not English History. From 2021 £100 will be awarded to the candidate with the highest score at History A level or 1B.

The James Richford Cricket Prize is awarded to the pupil who has shown the greatest improvement in cricket in the course of the season.

The Photographic Prize is awarded to a pupil for outstanding achievement in Photography.

The RH Farrar Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The RW Manly Backstage Prize is awarded to the pupil who has made an outstanding contribution to backstage theatre work.

Prize Funds is an amalgamation of many small prize funds. These prizes are distributed annually. The RK Blumenau Philosophy Prize is awarded to the most outstanding pupil in ~Philosophy.

The Roger Short Prize is awarded to pupils submitting the best IB Extended Essay.

The R H Cobb Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics. The Matthew Hind Golf Prize is awarded to a pupil for outstanding achievement in Golf.

The Arvid Pardo Statistics Prize is awarded to one A level and one IB pupil for outstanding achievement in Statistics.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

24 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Balance at 1 August 2020 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2021 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 2,322,390 | 90,816 | (14,928) | - | 253,171 | 2,651,449 |

Prior year

| | Balance at 1 August 2019 £ | Income £ | Expenditure £ | Transfers £ | Investment Gains/ losses £ | Balance at 31 July 2020 £ |
|-------------|-------------------------------------|-------------|------------------|----------------|-------------------------------------|------------------------------------|
| Scholarship | 2,210,778 | 87,018 | (14,308) | - | 38,902 | 2,322,390 |

The Scholarship Fund fulfils the purpose of providing grants to Malvern College. It is viewed as a permanent investment, the income from which will be used to fully fund education at Malvern College where circumstances are deserving of the same

25 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Fund balances at 31 July 2021 | | | | | |
| Tangible assets | 6,056,300 | - | - | - | 6,056,300 |
| Investments | 1,872,718 | 2,488,432 | 2,262,166 | 259,813 | 6,883,129 |
| Current assets / (liabilities) | 1,092,756 | 163,017 | 2,035,385 | 21,764 | 3,312,922 |
| | 9,021,774 | 2,651,449 | 4,297,551 | 281,577 | 16,252,351 |

Prior year

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--------------------------------------|----------------------------|--------------------------|--------------------------|-------------------------|------------|
| Fund balances at 31 July 2020 | | | | | |
| Tangible assets | 4,656,454 | - | 844,846 | - | 5,501,300 |
| Investments | 1,260,340 | 2,235,261 | 2,047,634 | 234,806 | 5,778,041 |
| Current assets / (liabilities) | 1,631,414 | 87,129 | 1,545,732 | 21,682 | 3,285,957 |
| | 7,548,208 | 2,322,390 | 4,438,212 | 256,488 | 14,565,298 |

26 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows:

| | 2021 £ | 2020 £ |
|------------------------|-----------|-----------|
| Aggregate remuneration | 70,196 | 70,795 |

During the year the Charitable Company received services to the value of £6,000 (2020 - £6,500) from Social Bubble, an entity in which S Godsland, wife of the Operations Director has an interest.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

27 Cash generated from operation

| | 2021 £ | 2020 £ |
|--|----------------|---------------|
| Surplus for the year | 1,132,053 | 381,945 |
| Adjustments for: | | |
| Investment income recognised in profit or loss | (251,472) | (243,542) |
| Fair value gains and losses on investments | (699,201) | (102,058) |
| Movements in working capital: | | |
| (Increase)/decrease in stocks | (136) | 903 |
| Decrease/(increase) in debtors | 12,730 | (10,672) |
| Increase/(decrease) in creditors | 496 | (10,590) |
| Cash generated from operations | <u>194,470</u> | <u>15,986</u> |

28 Analysis of changes in net funds

The Society had no debt during the year.

THE MALVERNIAN SOCIETY LIMITED

England & Wales - Charity number 527573

Accounts

Charity Registration No. 527573

Company Registration No. 00213672 (England and Wales)

MALVERNIAN SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020



MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

The organisation is a charitable company limited by guarantee, incorporated on 30 April 1926 and registered as a charity on 1 November 1963.

Directors:

Trustees who are Directors for the purpose of company law and Trustees for the purpose of charity law, are as follows:

President: Rt. Hon Sir Stephen Brown PC, GBE (Elected 06/15 - 06/21)

Elected: J P Foxall (Chairman 06/15 - 06/21)
C N Boyd (06/18 - 06/21)
A M Edwards-Clark (06/18 - 06/21)
N C S Engert (06/15 - 06/21)
C Fairchild (06/18 - 06/21)
R J Harris (06/17 - 09/20)
J M J Havard (06/14 - 09/20)
P E Lambert (06/14 - 09/20)
J Müller (06/17 - 09/20)
J A Staniforth (06/15 - 06/21)
B S Walker (06/17 - 09/20)

Ex-Officio: A K Metcalfe (Headmaster from 01/04/18)

Nominated: A R Higgins (nominated by Parents' Working Group 06/17 - 09/20)
S C Holroyd (nominated by Common Room 06/15 - 06/21)

As the 2020 AGM was postponed, those Directors whose term was due to end 06/20 have kindly agreed to serve until the next AGM in 2021.

Vice-Presidents: H C K Carson
P J Cartwright
A R Clark
R de C Chapman
M C Frayn
P C U Jagger
B T D M Laidlaw
Lord MacLaurin of Knebworth DL
H M Robinson

Operations Director: P Godsland

Charity number: 527573

Company number: 00213672

HM Revenue & Customs Ref: X25620

Other Names: The Society reserves the right to use the title "The Malvern College Foundation"

MALVERNIAN SOCIETY LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Registered & Principal Office: Malvern College
College Road
Malvern
Worcestershire
WR14 3DF

Auditors: Cooper Parry Group Limited
Park View
One, Central Boulevard
Solihull
B90 8BG

Accountants: Kendall Wadley LLP
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Bankers: Lloyds Bank plc
48 Belle Vue Terrace
Malvern
Worcestershire
WR14 4QG

CCLA Investment Management Ltd
Senator House
85 Queen Victoria Street
London
EC4V 4ET

Solicitors: RJV Owen
Pinsent Masons LLP
30 Crown Place
Earl Street
London
EC2A 4ES

Investment advisors: Sarasin & Partners LLP
Juxon House,
100 St. Paul's Churchyard,
London,
EC4M 8BU

MALVERNIAN SOCIETY LIMITED

CONTENTS

| | Page |
|---|-------------|
| Trustees' report | 1 - 8 |
| Statement of Trustees' responsibilities | 9 |
| Independent auditor's report | 10 - 12 |
| Statement of financial activities | 13 - 14 |
| Summary income and expenditure account | 15 |
| Balance sheet | 16 |
| Statement of cash flows | 17 |
| Notes to the accounts | 18 - 46 |

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

The Board of Trustees is pleased to present its report together with the audited Financial Statements of the charitable company for the year ended 31 July 2020.

The Malvernian Society Limited is a charitable company limited by guarantee. The charity number, company number, present Trustees (being Directors of the Company) and advisors are provided on the Legal and Administrative Information page.

The Trustees are also Directors for the purpose of company law.

Objectives and activities

The charitable company's objects are primarily to:

1. Promote the work, and assist in the carrying on, of education at the Senior School of Malvern College and,
2. Assist, in cases of need, former pupils of Malvern College in further training.

In furtherance of these objectives, income received from capital projects, investments and donations is applied in making grants mainly to Malvern College for Scholarships, Exhibitions, Bursaries/Assisted Places, Sports Awards and items of educational equipment, and to a very minor degree to individual pupils and former pupils undertaking training projects.

On an exceptional basis, the proceeds of asset sales may be granted to Malvern College from Unrestricted Funds for building purposes. The Society aims to assist the College in the short, medium and long term.

In setting out to achieve our aims, the Society carries out two primary activities in close co-operation with the staff at Malvern College:

1. Developing alumni events, communications and contact plans, which are intended to broaden and deepen the understanding of the benefits of Malvern College UK and its sister schools abroad to previous and existing pupils, and to increase the affinity to Malvern College and the Malvernian Society of Old Malvernians and other constituents.
2. Supporting fundraising activities in support of the College with special focus on alumni and other Friends of Malvern College, such as current parents and parents of former pupils.

Principal funding sources

Income sources include regular and single gifts and legacies, sale of merchandise, rental income and income generated from investments. These are all clearly laid out in the accompanying accounts.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Public Benefit

The Trustees of the Malvernian Society confirm that they have complied with the duty of Section 17 of the Charities Act 2011 to have due regard to the most recent public benefit guidance published by the Charity Commission. The significant activities undertaken to carry out our aims for the public benefit are detailed below.

The principal object of the Malvernian Society is to support Malvern College and its alumni. As such the Society makes a significant annual financial contribution to all the areas of public benefit undertaken by the College, a separate charity. In this regard the Society contributes regularly to Malvern College capital building projects. These facilities are then made available, on occasion, for public use and for the College's outreach services. An example of this is the Science Centre, which has been used to hold 'science exhibition and practical experience' days for local schools. Similarly, the Sports Complex provides much needed indoor sports, fitness and leisure facilities for the local Malvern community. The most recent project, the refurbished Rogers Theatre is also available to local schools and organisations.

The Society cites the following examples of direct public benefit from its activities:

1. The Trustees of the Society manage its Restricted and Unrestricted Funds, accumulated since the Society's foundation in 1895, to provide Scholarships, Bursaries and Assisted Places at Malvern College for talented boys and girls, who the College decides would benefit considerably from a College education, and whose parents would not otherwise be able to afford the school fees. In this way the Society encourages wider access to the outstanding educational opportunities provided by Malvern College to children from a broad spectrum of society. Information about the use of the Society's Funds is contained in its Annual Report and Accounts.
2. The Society offers its Club Room in the College, at no cost, to local organisations in need of a meeting place for their organising Committees. Examples are the 'Malvern Association for the Visually Impaired' and the Malvern Hills branch of the Fine Arts Society.
3. The Society welcomes Friends and members of the public to attend Malvernian Society lectures at the College.

The Society underwrites and subsidises many events throughout the year and throughout the world for the benefit of Old Malvernians and 'Friends' of Malvern College (see below).

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Achievements and performance

This report provides a 12-month review of the Society's operations. We hosted two events in London: the first regular quarterly informal gatherings at All Bar One, Leicester Square (October) and at the May Fair Hotel (December). Further events at All Bar One and at The Escapologist, Covent Garden as well as 'Malvern in the Midlands' were cancelled owing to the lockdown; as was the OM Football Club dinner at the Cavalry & Guards Club (June). The OM Golfing Society dinner celebrated a fabulous year for our golfers (January). In Malvern, we hosted reunions for OMs of No.5 (September) and the 'Class of 1994' (October), but the reunion for the 'Class of 1970' (April) and for OMs of No.8 (June) were postponed until the new school year. We welcomed back OMs to make presentations at the College: Geoffrey Farrer-Brown to speak on Medical Detection Dogs (September and November), Alex Fisher on Hydroponics (September), Piers Storie-Pugh on Remembrance (November), Hannah Campbell on her bid for a seat in Parliament (January); on the eve of the sports fixtures (March) two OMs came back to speak to pupils in their Houses about their gap years. We sponsored the Blumenau Lecture (September), and the George Sayer Fellowship Day. The conference on sustainability planned for June was postponed until June 2021. Four OMs returned to the College to host careers seminars (March) and there was a well-received OM Law Panel Evening at the College (November). In March we welcomed back over 100 OM players and supporters on the occasion of our sports fixtures against the College. Plans to hold a fly-fishing event were thwarted first by algae (September) and then by the lockdown (May). We hosted receptions for OMs, current parents and prospective parents in Vienna (October) and Munich (October), Singapore (November), Mumbai (December) and New Delhi (December). We sponsored a number of informal reunions, notably in Hamburg (December) and Paris (January). We organised OM visits to the Salon Privé exhibition at Blenheim Palace (September) and to the Champions Tennis at the Royal Albert Hall (December). These events provide OMs with the opportunity to re-acquaint themselves with their old school and with their contemporaries; and provide a platform for the Society to promote the current popularity, achievements and progress of the College, and to encourage the involvement and support of alumni, parents and Friends. We hosted a lunch at College for Foundation Year pupils (November), when we explained the history of the College, and we introduced the Society to Upper Sixth leavers at a lunch in College (March). For local Friends we offered outings to Ludlow Food Festival (September), the Royal Ballet (November), but the plans to visit the Great Malvern Food Festival (May), the Malvern Festival Chorus Centenary Concert (featuring four former Malvern College Directors of Music) (June), the Morgan Motor Car factory (July), and Coddington Vineyard (July) fell victim to the lockdown. The Society hosted for the first time the annual Benefactors' Lunch (September).

In April 2020 we published the 42nd edition of the OM Newsletter, which was an excellent review of the numerous events and activities encouraged and supported by the Society, as well as providing an update on news from OMs around the world, and a section on Development, demonstrating to donors the impact of their gifts. We continue to improve our social media presence with hugely successful daily engagement on Facebook, Instagram and Twitter. We have also developed a very successful career-mentoring platform, OM Connect, with over 2600 registered.

Fundraising

The Malvernian Society is registered with the Fundraising Regulator. There have been no issues of non-compliance (in 2019-20, or any other year!). There have been no complaints. The Society has an Ethical Fundraising Policy and complies with the Fundraising Code 1.2 General Principles e)ii) relating to vulnerable people and with the 'Treating Donors' Fairly' Guidance issued by the Institute of Fundraising. We monitor our fundraising activity by making 'Legitimate Interest Assessment' in terms of GDPR and using, for example Due Diligence intermediaries.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Financial review

The Trustees have a reasonable expectation that the charity will continue in existence for the foreseeable future and have, therefore, used the going concern basis in preparing the financial statements.

Income during the year was £1,035,878 (2019 - £1,099,427). Total expenditure was £755,991 (2019 - £490,833), of which grants awarded to the College amounted to £488,744 (2019 - £262,164); thereby continuing our support to the College. Furthermore, the gain on investments during the year was £102,058 (2019 - £250,091). This policy of support resulted in net income of £381,945 in 2019-20 (£858,685 in 2018-19).

In this year, overall funds were increased by a property revaluation, we follow accounting guidelines on present market value, which resulted in an increase of £75,000 (2019 - increase of £640,000). Secondly, there was a return on funds invested of £102,058 (2019 - £250,091). Therefore, total funds increased to £14,565,298 (2019 - £14,108,353).

We have continued to support the College in other areas of fundraising, such as with the Malvernian Society Assisted Places Scheme, to help attract talented students who otherwise would not be able to come to the College. A specific allocation of £2,322,390 (2019 - £2,210,778) is held in a designated fund for this purpose. Several pupils at the College are already receiving such support. The Society has been able to use some long-standing restricted funds to support students in taking full advantage of the opportunities offered at Malvern College, such as help towards the cost of sports tours, expeditions and voluntary work overseas. Also, we are confident that our improved financial protocols have helped the Society to liaise better with the College over the timely identification of suitable applicants for certain funds.

Total reserves at 31 July 2020 amount to £14,565,298 (2019 - £14,108,353). Of this £256,488 (2019 - £253,308) is permanently endowed, £4,438,212 (2019 - £4,337,345) is restricted in nature, £2,322,390 (2019 - £2,210,778) has been designated by the trustees for specific purposes (as described in the notes to the accounts) leaving £7,548,208 (2019 - £7,306,922) as general reserves. Of the general reserves, after making due allowance for that amount that could only be realised upon the sale of tangible fixed assets or investments, £1,631,414 (2019 - £1,664,967) is freely available for use by the Society.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Reserves Policy

The Society is committed to maintaining a practical working balance of Free Reserves consistent with the operating costs of the Society and our ability to have available funds to support shorter term College requirements.

The Reserves Policy allows us to achieve a minimum balance as required by current accounting regulations.

The Trustees have determined a policy of maintaining one year of salary and everyday expenses plus £50,000, representing one year of Designated and Committed Funds to the College, as being a sensible level of reserves to keep readily available to maintain ongoing operations without causing interference to our aims. .

We calculate this amount as under:

| | |
|---|----------|
| 1. Salary and related governance costs | £250,000 |
| 2. Running costs of the office excluding events | £20,000 |
| 3. Balance of governance costs | £20,000 |
| 4. Contingency to assure ongoing operation | £50,000 |
| Total required | £340,000 |

Following a policy review in 2018, the Trustees have determined that, if required, Unrestricted Funds from bequests would be allocated to cash reserves annually as required in order to maintain the current cash balances required to satisfy the stated policy.

The reserves of the Society remain in a balanced state. An analysis of reserves is given in the Financial Review section of this report and at 31 July 2020, free reserves (that is those reserves not represented by restricted funds or tangible fixed assets) were £5,214,144 (this includes designated funds of £2,322,390). The level of free reserves is in excess of the reserves policy of £340,00 and, as a grant making charity, the Society relies on its investments (which are unrestricted in nature) to generate investment income which allows it to fulfil its charitable aims.

Investment Policy

The Society adopts a cautious investment policy in order to preserve funds for both immediate and future use, as directed by donors. Our annual disbursement plan is aimed to support important College initiatives and in future to increasingly support the Assisted Places Scheme. The majority of our funds are placed with the leading London Investment provider Sarasin & Partners, and within their generalised and cautious fund, named 'The Alpha Common Investment Fund'.

The trustees are pleased with the success of the policy adopted. The investments have again increased in value this year with gains of £102,058 (2019 - £250,091) being reported. The dividends and interest received amounted to £184,359 (2019 - £174,842), with investment additions of £251,834 (2019 - £991,529) during the year. These two items account for 96.1% (2019 - 46.7%) of the net incoming resources before the revaluation of tangible fixed assets, and enhances the ability of the Society to pursue the principal objectives.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Covid - 19

As a result of the Covid-19 pandemic, which took hold during the period these financial statements report on, office staff were re-deployed to work remotely from home. Communications between the Operations Director and the trustees continued on a regular and routine basis; digital meetings have enabled more frequent contact than usual about specific issues (such as properties, funds management and grants to the College, as well as operational matters). In brief, governance and trustee oversight were and remain robust and sufficient, unaffected by the pandemic.

As a grant making charity reliant on investments, we have continued to receive sufficient income from the charity's investments, the performance of which at 31 July 2020 was reflected in net revaluation gains which is reassuring for the charity. The charity holds sufficient reserves (see reserves policy), has sufficient cash balances and has not needed to utilise any government support during the pandemic. Additional information is provided in accounting policy 1.2.

Plans for Future Periods

(a) 2020-21

Plans are in place for a large number of events in 2020-21: quarterly informal gatherings in London at All Bar One, the May Fair Hotel and The Escapologist; a career-mentoring event (November), Sailing Club Dinner (October), Golf Dinner (January), Cricket Dinner (October), Football Dinner (June) and the Lodge Dinner (June). In Malvern, we will host reunions for OMs of No.8 (June), the Class of 1995 and the Class of 1970 (October) and the Class of 1971 (April). We will welcome back OMs to make presentations at the College, to be decided as restrictions on gatherings ease. In March we hope to welcome back over 100 OMs for our sports fixtures against the College. We will attend receptions for OMs, current parents and prospective parents with dates and venues still to be finalised with the Headmaster and the Director of Marketing & Admissions.

We will continue to develop our career-mentoring and professional support programme for the benefit of OMs, and respond to the evolving needs of the constituency.

We will continue to develop our social media platforms to improve alumni engagement, and our websites to improve event registrations, purchase of merchandise and for online giving.

The Trustees have agreed the following fundraising priorities for 2020-21:

1. The Malvernian Society Assisted Places Endowment Fund
2. Music School refurbishment
3. Parental Engagement

The ongoing priority is to fund additional Assisted Places to broaden the access to the College.

The College's next large-scale capital projects focus on music and art: the refurbishment of the Music School (2021-22) will be followed by the refurbishment of the Lindsay Art Centre. The College plans also to upgrade the Chapel organ. The Society has appointed two new Development Managers and a new Development Assistant and is already looking to secure some significant pledges of financial assistance.

Following the enfranchisement of current parents into the Malvernian Society from November 2018, the Development team will continue to extend our fundraising activities amongst the parental body.

In July 2020, the Society had planned a (fifth) telephone campaign, which was unfortunately cancelled owing to the lockdown; however, we are considering a 'Giving Day' in 2021. Apart from the fundraising involved, the campaign has immense value for alumni relations and for keeping OMs updated with all that is going on at the College.

(b) Future Years

The Trustees will continue to consider how best to raise the profile of the College amongst the alumni, parents and Friends, while allocating resources for the future advantage of the College.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Structure, governance and management

The Society is a company limited by guarantee. It was incorporated on 30 April 1926 and is governed by its Memorandum and Articles of Association. It was registered as a charity on 1 November 1963.

The Board of Trustees is responsible for directing the business of the Society. Day-to-day business is managed by the Operations Director.

All Trustees must be members of the Society. Members are elected by the Board of Trustees. Former pupils and members of staff of Malvern College and others associated with Malvern College are eligible for election to the Society by the Board of Trustees.

All the elected and nominated Trustees of the Board serve a three-year term unless otherwise indicated below. Most Trustees are elected at the Annual General meeting but others are nominated by other groups associated with Malvern College. The categories and method of appointment of Trustees are:

1. The President
2. Up to nine Trustees who retire on a rotational basis, except that the Board of Trustees may co-opt a member of the Society to fill a casual vacancy until the next AGM
3. Two Trustees nominated by the Council of Malvern College
4. The Head of Malvern College, who is a member ex-officio
5. One Trustee nominated by the Common Room of the Senior School of Malvern College
6. Up to two Trustees who are parents of pupils in the Senior School of Malvern College, who are nominated by the Parents' Forum
7. Vice-Presidents who, once elected, hold office for life but are non-voting Trustees

The Chairman of the Board of Trustees is one of the nine elected Trustees.

Once elected the trustees receive training and guidance on the role and responsibility of a trustee from the Board through a prepared Trustee Briefing Pack which includes information about the Society (legal form, history and current material) and guidance from the Charity Commission on the role of a trustee and other best practice issues. At other times regular updates are provided for all trustees.

Responsibilities of the Trustees

The Trustees carry out regular reviews of Malvernian Society plans and activities through official Trustee meetings held in March, June and November each year, and through informal contact between meetings, usually either in Malvern or London. Since March 2020 Trustees have become used to meeting via Zoom or Teams. It is the aim of Trustees to add comments and direction to the Operations Director and Chairman of Trustees, with a view to ensuring good practice and effective fund management and disbursement, according to our aims and objectives.

Where a subject of particular focus needs attention, such as the Property Portfolio or our Investment oversight, then a sub-committee is typically formed which can spend additional time to research and propose action to the Trustees as a whole.

Responsibilities of the Malvernian Society Staff

The Malvernian Society staff carry out all day-to-day activities according to the priorities for the year, and in close association with the senior personnel of the College, such as the Headmaster, Bursar, the Finance Bursar, the Director of Marketing & Admissions and the Chairman of College Council.

Remuneration policy

The remuneration of personnel is set by the Board having due regard to the roles and responsibilities of the individuals concerned; due consideration is also paid to the rates prevailing for similar posts in the charitable sector.

MALVERNIAN SOCIETY LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 JULY 2020

Related Parties and Conflicts of Interests

The Board of Trustees has adopted an appropriate and comprehensive policy to identify all transactions with related parties or other transactions which might involve any conflict of interest. These are documented and reported annually to the auditors.

Risk Management Statement

The Board of Trustees has identified the major risks facing the Society. A Risk Management Register is maintained and the risks highlighted are reviewed regularly by the Operations Director to ensure that they do not pose a threat to the Society. The Register is reviewed at least annually by Trustees.

Risks are categorised as either strategic, operational, financial or compliance. The key risks identified under these headings are the impact on fundraising of economic factors, loss of key personnel and stock market volatility. Steps are taken to mitigate these risks through establishing clear roles, responsibilities and reporting lines within the Society, effective communication and through on-going monitoring.

Auditor

BDO LLP resigned as auditor during the year and Cooper Parry Group Limited was appointed in their stead.

Disclosure of information to auditor

Each Trustee has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.



J. P. Foxall (Chairman of the Malvernian Society)

on behalf of the Trustees

Dated: 7 November 2020

MALVERNIAN SOCIETY LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2020

The Trustees, who are also the directors of Malvernian Society Limited for the purpose of company law, are responsible for preparing the Trustees' 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 which give a true and fair view of the state of affairs of the Society 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 (FRS 102) (effective 1 January 2019);
- 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 Society 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 Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MALVERNIAN SOCIETY LIMITED

Opinion

We have audited the financial statements of Malvernian Society Limited (the 'Charitable Company') for the year ended 31 July 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2020 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

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

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

Other information

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

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

We have nothing to report in this regard.

MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF MALVERNIAN SOCIETY LIMITED

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report, which includes the 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 Directors' report, which is included in the Trustees' report, has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charitable Company and its environment obtained in the course of the audit, we have not identified material misstatements in 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 by the Charitable Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the Charitable Company 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

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 the Companies Act 2006 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

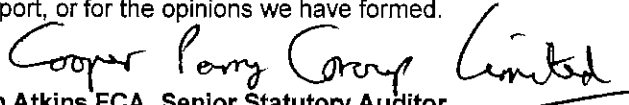
MALVERNIAN SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF MALVERNIAN SOCIETY LIMITED

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 and regulations made under that Act. Our audit work has been undertaken so that we might state to the Charitable Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charitable Company and its members as a body, for our audit work, for this report, or for the opinions we have formed.


Simon Atkins FCA, Senior Statutory Auditor
for and on behalf of Cooper Parry Group Limited

7 November 2020

Park View
One, Central Boulevard
Solihull

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 2020

Current financial year

| | Notes | Unrestricted funds general 2020 £ | Unrestricted funds designated 2020 £ | Restricted funds 2020 £ | Endowment funds 2020 £ | Total 2020 £ | Total 2019 £ |
|--|-------|--------------------------------------|---|----------------------------|---------------------------|-------------------|-------------------|
| Income from: | | | | | | | |
| Donations and legacies | 3 | 277,036 | - | 517,016 | 125 | 794,177 | 890,661 |
| Other trading activities | 4 | 1,371 | - | - | - | 1,371 | 13,104 |
| Investments | 5 | 109,298 | 87,018 | 44,014 | - | 240,330 | 195,662 |
| Total income and endowments | | 387,705 | 87,018 | 561,030 | 125 | 1,035,878 | 1,099,427 |
| Expenditure on: | | | | | | | |
| Raising funds | 6 | 13,068 | 14,308 | 5,883 | - | 33,259 | 4,220 |
| Charitable activities | 7 | 234,537 | - | 488,195 | - | 722,732 | 486,613 |
| Total resources expended | | 247,605 | 14,308 | 494,078 | - | 755,991 | 490,833 |
| Net gains on investments | 12 | 37,717 | 38,902 | 22,384 | 3,055 | 102,058 | 250,091 |
| Net incoming resources | | 177,817 | 111,612 | 89,336 | 3,180 | 381,945 | 858,685 |
| Other recognised gains and losses | | | | | | | |
| Revaluation of tangible fixed assets | 15 | 63,469 | - | 11,531 | - | 75,000 | 640,000 |
| Net movement in funds | | 241,286 | 111,612 | 100,867 | 3,180 | 456,945 | 1,498,685 |
| Fund balances at 1 August 2019 | | 7,306,922 | 2,210,778 | 4,337,345 | 253,308 | 14,108,353 | 12,609,668 |
| Fund balances at 31 July 2020 | | 7,548,208 | 2,322,390 | 4,438,212 | 256,488 | 14,565,298 | 14,108,353 |

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

MALVERNIAN SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

Prior financial year

| | Notes | Unrestricted funds general 2019 £ | Unrestricted funds designated 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total 2019 £ |
|--|-------|---|--|-------------------------------|------------------------------|--------------------|
| Income from: | | | | | | |
| Donations and legacies | 3 | 275,727 | - | 614,809 | 125 | 890,661 |
| Other trading activities | 4 | 13,104 | - | - | - | 13,104 |
| Investments | 5 | 90,650 | 53,836 | 51,176 | - | 195,662 |
| Total Income and endowments | | 379,481 | 53,836 | 665,985 | 125 | 1,099,427 |
| Expenditure on: | | | | | | |
| Raising funds | 6 | - | 4,220 | - | - | 4,220 |
| Charitable activities | 7 | 378,948 | - | 107,665 | - | 486,613 |
| Total resources expended | | 378,948 | 4,220 | 107,665 | - | 490,833 |
| Net gains on investments | 12 | 59,722 | 108,086 | 69,759 | 12,524 | 250,091 |
| Net incoming resources before transfers | | 60,255 | 157,702 | 628,079 | 12,649 | 858,685 |
| Gross transfers between funds | 13 | (20,322) | (59,075) | 79,397 | - | - |
| Net Income for the year/ Net incoming resources | | 39,933 | 98,627 | 707,476 | 12,649 | 858,685 |
| Other recognised gains and losses | | | | | | |
| Revaluation of tangible fixed assets | 15 | 541,601 | - | 98,399 | - | 640,000 |
| Net movement in funds | | 581,534 | 98,627 | 805,875 | 12,649 | 1,498,685 |
| Fund balances at 1 August 2018 | | 6,725,388 | 2,112,151 | 3,531,470 | 240,659 | 12,609,668 |
| Fund balances at 31 July 2019 | | 7,306,922 | 2,210,778 | 4,337,345 | 253,308 | 14,108,353 |

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

MALVERNIAN SOCIETY LIMITED

SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2020

| | All income funds | |
|--------------------------------------|------------------|----------------|
| | 2020 | 2019 |
| | £ | £ |
| Gross income | 1,038,965 | 1,099,302 |
| Gains on investments | 99,003 | 237,567 |
| | <hr/> | <hr/> |
| Total income in the reporting period | 1,137,968 | 1,336,869 |
| | <hr/> | <hr/> |
| Total expenditure from income funds | 759,203 | 490,833 |
| | <hr/> | <hr/> |
| Net income for the year | 378,765 | 846,036 |
| | <hr/> <hr/> | <hr/> <hr/> |

MALVERNIAN SOCIETY LIMITED

BALANCE SHEET

AS AT 31 JULY 2020

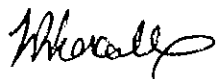
| | Notes | 2020 | | 2019 | |
|---|-------|-----------|------------|-----------|------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 14 | 5,501,300 | | 5,426,300 | |
| Investments | 16 | 5,778,041 | | 5,424,149 | |
| | | | 11,279,341 | | 10,850,449 |
| Current assets | | | | | |
| Stocks | 18 | 13,319 | | 14,222 | |
| Debtors | 19 | 16,121 | | 5,449 | |
| Cash at bank and in hand | | 3,295,220 | | 3,287,527 | |
| | | | 3,324,660 | | 3,307,198 |
| Creditors: amounts falling due within one year | 20 | (38,703) | | (49,294) | |
| Net current assets | | | 3,285,957 | | 3,257,904 |
| Total assets less current liabilities | | | 14,565,298 | | 14,108,353 |
| Capital funds | | | | | |
| <u>Endowment funds</u> | 22 | | 256,488 | | 253,308 |
| <u>Restricted funds</u> | | | | | |
| General restricted funds | | 3,650,861 | | 3,583,909 | |
| Revaluation reserve | 15 | 787,351 | | 753,436 | |
| | 23 | | 4,438,212 | | 4,337,345 |
| <u>Unrestricted funds</u> | | | | | |
| Designated funds | 24 | 2,322,390 | | 2,210,778 | |
| General unrestricted funds | | 3,302,177 | | 3,162,077 | |
| Revaluation reserve | 15 | 4,246,031 | | 4,144,845 | |
| | | | 9,870,598 | | 9,517,700 |
| | | | 14,565,298 | | 14,108,353 |

The Trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 7 November 2020

J P Foxall
Trustee



Company Registration No. 00213672

MALVERNIAN SOCIETY LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2020

| | Notes | 2020 £ | £ | 2019 £ | £ |
|---|-------|-----------|------------------|-----------|------------------|
| Cash flows from operating activities | | | | | |
| Cash generated from operations | 27 | | 15,986 | | 451,247 |
| Investing activities | | | | | |
| Purchase of other investments | | (251,834) | | (991,529) | |
| Investment income and rental income received | | 243,541 | | 195,643 | |
| Net cash used in investing activities | | | (8,293) | | (795,886) |
| Net cash used in financing activities | | | - | | - |
| Net Increase/(decrease) in cash and cash equivalents | | | 7,693 | | (344,639) |
| Cash and cash equivalents at beginning of year | | | 3,287,527 | | 3,632,166 |
| Cash and cash equivalents at end of year | | | <u>3,295,220</u> | | <u>3,287,527</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

Company Information

Malvernian Society Limited, company number 00213672, is a private company limited by guarantee incorporated in England and Wales. The company is registered in England and its registered office is Malvernian Society, Malvern College, Malvern, Worcestershire, WR14 3DF.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Society'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)". The Society is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Society. Monetary amounts in these financial statements are rounded to the nearest £1.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Society 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.

As a result of government restrictions and medical guidelines our events programme (i.e. expenses) was substantially curtailed. At the same time, investment income has been and continues to be rather robust. Both investment valuations and cash balances continue to be monitored, have performed well during the pandemic and are deemed sufficient. The charity has taken to remote methods of working, and has not utilised any government support during the pandemic.

1.3 Charitable funds

Unrestricted funds can be used in accordance with the charitable objects of the Society at the discretion of the Trustees.

Restricted funds are to be used for specific purposes as specified by the donors.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donors.

1.4 Incoming resources

Income is recognised when the Society is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Society has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Incoming resources except donations and legacies, are included on a receivable basis, ie they are recognised in the period in which they are receivable.

Income from listed investments are included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the income being payable.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at valuation.

Freehold land and buildings are revalued to market value annually and any revaluation surplus or deficit is recognised in the statement of financial activities

Donated assets classified as collectables are held at valuation. The value is reviewed on an annual basis. As a consequence of the regular revaluation policy, depreciation is not charged on tangible fixed assets.

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 Investments

Fixed asset investments are re-measured to market value at each Balance Sheet date. Gains and losses on re-measurement are recognised in the statement of financial activities for the period.

1.8 Impairment of fixed assets

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9 Stocks

Stocks are stated at the lower of cost and net realisable value. Cost comprises purchase price and net realisable value is the estimated selling price.

Net realisable value is the estimated selling price less all estimated to be incurred in marketing, selling and distribution.

1.10 Debtors

Short term debtors are measured at transaction price, less any impairment.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

(Continued)

1.11 Cash and cash equivalents

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

1.12 Financial instruments

The Society 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 Society's balance sheet when the Society becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade debtors, other debtors, accrued income 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 trade creditors, other creditors and accruals are initially recognised at transaction price. 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.

Derecognition of financial liabilities

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

1.13 Trade creditors

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.

1.14 Pension costs

The Society makes payments to a pension schemes operated by Malvern college with fixed contributions being paid into these schemes by the society. Once the payments have been made the society has no further payment obligations.

The contributions are recognised as an expense in the Statement of Financial Activities when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Society in independently administered funds.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

2 Critical accounting estimates and judgements

In the application of the Society'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.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

4 Other trading activities

| | Unrestricted funds general 2020 £ | Unrestricted funds general 2019 £ |
|----------------|--|--|
| OM Merchandise | 1,371 | 13,104 |

MALVERNIAN SOCIETY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2020**

5 Investments

| | Unrestricted funds general | Unrestricted funds designated | Restricted funds | Total | Unrestricted funds general | Unrestricted funds designated | Restricted funds | Total |
|--------------------------------|-------------------------------|----------------------------------|------------------|----------------|-------------------------------|----------------------------------|------------------|----------------|
| | 2020 | 2020 | 2020 | 2020 | 2019 | 2019 | 2019 | 2019 |
| | £ | £ | £ | £ | £ | £ | £ | £ |
| Rental income | 19,500 | - | - | 19,500 | 19,500 | - | - | 19,500 |
| Income from listed investments | 65,260 | 71,309 | 37,557 | 174,126 | 48,549 | 51,510 | 50,523 | 150,582 |
| Investment management credits | 14,332 | 15,687 | 6,452 | 36,471 | 704 | - | 616 | 1,320 |
| Interest receivable | 10,206 | 22 | 5 | 10,233 | 21,897 | 2,326 | 37 | 24,260 |
| | <u>109,298</u> | <u>87,018</u> | <u>44,014</u> | <u>240,330</u> | <u>90,650</u> | <u>53,836</u> | <u>51,176</u> | <u>195,662</u> |

6 Raising funds

| | Unrestricted funds general | Unrestricted funds designated | Restricted funds | Total | Unrestricted funds general | Unrestricted funds designated | Restricted funds | Total |
|-----------------------|-------------------------------|----------------------------------|------------------|---------------|-------------------------------|----------------------------------|------------------|--------------|
| | 2020 | 2020 | 2020 | 2020 | 2019 | 2019 | 2019 | 2019 |
| | £ | £ | £ | £ | £ | £ | £ | £ |
| Investment management | 13,068 | 14,308 | 5,883 | 33,259 | - | 4,220 | - | 4,220 |
| | <u>13,068</u> | <u>14,308</u> | <u>5,883</u> | <u>33,259</u> | <u>-</u> | <u>4,220</u> | <u>-</u> | <u>4,220</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

7 Charitable activities

| | 2020 | 2019 |
|--|----------------|----------------|
| | £ | £ |
| Staff costs | 123,548 | 111,210 |
| Postage | 12,554 | 11,407 |
| Printing and stationery | 20,226 | 15,737 |
| Events | 14,244 | 39,011 |
| Donation | - | 288 |
| Marketing and media | 2,386 | 5,843 |
| | <u>172,958</u> | <u>183,496</u> |
| Grant funding of activities (see note 8) | 488,844 | 262,164 |
| Share of support costs (see note 9) | 15,277 | - |
| Gift Aid not recovered | - | 3,890 |
| Share of governance costs (see note 9) | 45,653 | 37,063 |
| | <u>722,732</u> | <u>486,613</u> |
| Analysis by fund | | |
| Unrestricted funds - general | 234,537 | 378,948 |
| Restricted funds - grant funding expenditure | 488,195 | 107,665 |
| | <u>722,732</u> | <u>486,613</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

8 Grants payable

| | 2020 | 2019 |
|---|----------------|----------------|
| | £ | £ |
| Grants to institutions: | | |
| Unrestricted | | |
| Malvern College | 649 | - |
| Malvern College - Theatre | - | 141,500 |
| Malvern College - Outdoor Pursuits | - | 14,456 |
| Malvern College - Cricket Covers | - | 2,433 |
| Restricted | | |
| Malvern College Centenary Appeal Fund | 42,235 | 19,064 |
| Assisted Places | 66,901 | 35,802 |
| Marston-Riley Scholarship | 1,660 | - |
| CTM Dunn | 19,778 | - |
| Alan Duff Memorial Fund | 700 | 350 |
| Theatre | - | 20,000 |
| Nieper Art Scholarship | 23,210 | 10,000 |
| House No.9 | 100 | - |
| Prize Funds (number of small awards from the various prize funds) | 3,000 | 3,000 |
| Chesterton Cricket Award | 2,000 | 2,000 |
| George Sayer Fellow | - | 831 |
| Steinway | 304,640 | - |
| James Cox Scholarship | 1,000 | - |
| Assisted Places (Bowtell) | 20,571 | 12,728 |
| Blake Dunbar | 1,400 | - |
| Rachael Heyhoe-Flint | 1,000 | - |
| | <u>488,844</u> | <u>262,164</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

9 Support costs

| | Support costs | Governance costs | 2020 | Support costs | Governance costs | 2019 |
|------------------------|---------------|------------------|---------------|---------------|------------------|---------------|
| | £ | £ | £ | £ | £ | £ |
| Staff costs | - | 21,802 | 21,802 | - | 19,625 | 19,625 |
| Audit fees | - | 5,400 | 5,400 | - | 7,750 | 7,750 |
| Legal and professional | - | 13,939 | 13,939 | - | 180 | 180 |
| Office expenses | 13,628 | - | 13,628 | - | 3,274 | 3,274 |
| Directors' expenses | - | 1,512 | 1,512 | - | 430 | 430 |
| Secretary's expenses | - | - | - | - | 966 | 966 |
| Accountancy fees | - | 3,000 | 3,000 | - | 2,790 | 2,790 |
| Bank charges | 1,649 | - | 1,649 | - | 2,048 | 2,048 |
| | <u>15,277</u> | <u>45,653</u> | <u>60,930</u> | <u>-</u> | <u>37,063</u> | <u>37,063</u> |
| Analysed between | | | | | | |
| Charitable activities | <u>15,277</u> | <u>45,653</u> | <u>60,930</u> | <u>-</u> | <u>37,063</u> | <u>37,063</u> |

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year. No travel expenses were reimbursed to trustees during the year (2019 - £nil).

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2020

11 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2020 Number | 2019 Number |
|----------------|----------------|----------------|
| Administrative | 4 | 4 |

Employment costs

| | 2020 £ | 2019 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 130,801 | 119,102 |
| Social security costs | 8,215 | 5,464 |
| Pension costs | 6,335 | 6,270 |
| | <u>145,351</u> | <u>130,836</u> |

The amount shown above in respect of pension costs represents the total amount payable by the charitable company for the year.

The number of employees whose annual remuneration was £60,000 or more were:

| | 2020 Number | 2019 Number |
|-------------------|----------------|----------------|
| £60,000 - £70,000 | 1 | 1 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

12 Net gains/(losses) on investments

| | Unrestricted funds general 2020 | Unrestricted funds designated 2020 | Restricted funds 2020 | Endowment funds 2020 | Total 2020 | Unrestricted funds general 2019 | Unrestricted funds designated 2019 | Restricted funds 2019 | Endowment funds 2019 | Total 2019 |
|----------------------------|---------------------------------|------------------------------------|-----------------------|----------------------|------------|---------------------------------|------------------------------------|-----------------------|----------------------|------------|
| | £ | £ | £ | £ | £ | £ | £ | £ | £ | £ |
| Revaluation of investments | 37,717 | 38,902 | 22,384 | 3,055 | 102,058 | 59,722 | 108,086 | 69,759 | 12,524 | 250,091 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

13 Transfers

Transfers have been made within certain restricted funds to reflect the amalgamation of those funds.

In respect of the prior year:

Included in restricted funds assisted places was £59,075 directly attributable to the provision of annual fund grants to pupils, a transfer was made between designated and restricted funds to reflect this position. Moreover, included in restricted funds Rachael Heyhoe Flint award is £15,000, whereby, the society agreed to top up the fund to enable the award to run for a 5 year period. A transfer was made between unrestricted and restricted funds to reflect this position. Finally, a transfer of £5,322 was made between unrestricted and restricted funds to negate the deficit on restricted funds theatre.

14 Tangible fixed assets

| | Freehold land and buildings | Collectables | Total |
|--------------------------|--------------------------------|--------------|-----------|
| | £ | £ | £ |
| Cost or valuation | | | |
| At 1 August 2019 | 5,420,000 | 6,300 | 5,426,300 |
| Revaluation | 75,000 | - | 75,000 |
| | <hr/> | <hr/> | <hr/> |
| At 31 July 2020 | 5,495,000 | 6,300 | 5,501,300 |
| | <hr/> | <hr/> | <hr/> |
| Carrying amount | | | |
| At 31 July 2020 | 5,495,000 | 6,300 | 5,501,300 |
| | <hr/> | <hr/> | <hr/> |
| At 31 July 2019 | 5,420,000 | 6,300 | 5,426,300 |
| | <hr/> | <hr/> | <hr/> |

The freehold land and buildings were valued at £5,495,000, by Colin Townsend MRICS, of John Goodwin Chartered Surveyors, at 21 July 2020. The Society has adopted the policy of revaluing its freehold land and buildings in accordance with current Financial Reporting Standards.

At 31 July 2020, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £521,719 (2019 - £521,719).

In 2010 Timothy Straker donated the Wisden's Almanac and Cabinet which is shown under collectables. The Trustees have assessed the collection and in their opinion the worth of the collection remains unchanged at £6,300 at the balance sheet date.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

15 Revaluation of fixed assets

| | Unrestricted funds general £ | Restricted funds £ | Total £ |
|--------------------------------------|---------------------------------------|--------------------------|------------|
| At 1 August 2018 | 2,879,699 | 523,582 | 3,403,281 |
| Revaluation in year | 541,601 | 98,399 | 640,000 |
| At 31 July 2019 | 3,421,300 | 621,981 | 4,043,281 |
| Revaluation of tangible fixed assets | 63,469 | 11,531 | 75,000 |
| At 31 July 2020 | 3,484,769 | 633,512 | 4,118,281 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

16 Fixed asset investments

| | Listed investments £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| At 31 July 2019 | 5,424,149 |
| Additions | 251,834 |
| Valuation changes | 102,058 |
| At 31 July 2020 | <u>5,778,041</u> |
| Carrying amount | |
| At 31 July 2020 | <u>5,778,041</u> |
| At 31 July 2019 | <u>5,424,149</u> |

Fixed asset investments revalued

All quoted investment valuations are as provided by the Investment advisors. Charities Official Investment Fund valuation is as provided by CCLA Investment Management Limited.

The following investments have a market value greater than 5% of the investment portfolio (excluding cash):-

55.47% - Sarasin Alpha Common Investment Fund for Endowments (2019 - 53.40%)

38.69% - Sarasin Alpha Common Investment Fund for Scholarships (2019 - 40.50%)

| 17 Financial instruments | 2020 £ | 2019 £ |
|---|---------------|---------------|
| Carrying amount of financial assets | | |
| Debt instruments measured at amortised cost | <u>15,732</u> | <u>5,263</u> |
| Carrying amount of financial liabilities | | |
| Measured at amortised cost | <u>35,547</u> | <u>47,924</u> |

Debt instruments measured at amortised cost consist of trade debtors, other debtors and accrued income.

Financial assets measured at fair value through the profit and loss comprise of cash balances held on fixed term (greater than three months) deposit accounts.

Financial liabilities measured at amortised cost comprise of trade creditors, other creditors and accruals.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

| | | | |
|-----------|------------------|-------------------|-------------------|
| 18 | Stocks | 2020 | 2019 |
| | | £ | £ |
| | Goods for resale | 13,319 | 14,222 |
| | | <u> </u> | <u> </u> |

| | | | |
|-----------|---|-------------------|-------------------|
| 19 | Debtors | 2020 | 2019 |
| | | £ | £ |
| | Amounts falling due within one year: | | |
| | Trade debtors | 12 | 567 |
| | Other debtors | 15,720 | 2,077 |
| | Prepayments and accrued income | 389 | 2,805 |
| | | <u> </u> | <u> </u> |
| | | 16,121 | 5,449 |
| | | <u> </u> | <u> </u> |

| | | | |
|-----------|---|-------------------|-------------------|
| 20 | Creditors: amounts falling due within one year | 2020 | 2019 |
| | | £ | £ |
| | Other taxation and social security | 3,156 | - |
| | Trade creditors | 369 | 15,051 |
| | Other creditors | 22,648 | 20,310 |
| | Accruals and deferred income | 12,530 | 13,933 |
| | | <u> </u> | <u> </u> |
| | | 38,703 | 49,294 |
| | | <u> </u> | <u> </u> |

21 Retirement benefit schemes

Defined contribution schemes

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

The charge to profit or loss in respect of defined contribution schemes was £6,335 (2019 - £6,270).

22 Endowment funds

Endowment funds represent assets which must be held permanently by the Society. Income arising on the endowment funds can be used in accordance with the objects of the Society and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

22 Endowment funds

(Continued)

| | Balance at 1 August 2019 | Movement In funds | | Balance at 31 July 2020 |
|------------------------------------|--------------------------------|-------------------|-------------|----------------------------|
| | | Income | Expenditure | |
| | £ | £ | £ | £ |
| Permanent endowments | | | | |
| James Greenwood Architecture Prize | 2,629 | - | - | 2,681 |
| Shand-Kydd Special Fund | 28,426 | - | - | 28,985 |
| EH Moss Exhibition | 10,755 | - | - | 10,967 |
| Toovey Art Prize | 656 | - | - | 669 |
| Berridge Chemistry Prize | 1,022 | - | - | 1,042 |
| HW Smith Exhibition | 1,880 | - | - | 1,917 |
| Gwynne-Jones Exhibition | 7,851 | - | - | - |
| Wright Ingle Exhibition | 16,441 | - | - | - |
| Heath Harrison Exhibition | 21,106 | - | - | 46,292 |
| Wheeler Bennett History Prize | 1,476 | - | - | 1,505 |
| AR Duff Memorial Fund | 27,286 | - | - | 27,823 |
| James Cox Scholarship | 101,488 | - | - | 102,021 |
| Rackets Fund | 32,292 | 125 | - | 32,586 |
| | <u>253,308</u> | <u>125</u> | <u>-</u> | <u>256,488</u> |

| | Balance at 1 August 2018 | Movement in funds prior year | | Balance at 31 July 2019 |
|------------------------------------|--------------------------------|------------------------------|-------------|----------------------------|
| | | Income | Expenditure | |
| | £ | £ | £ | £ |
| Permanent endowments | | | | |
| James Greenwood Architecture Prize | 2,403 | - | - | 2,629 |
| Shand-Kydd Special Fund | 25,984 | - | - | 28,426 |
| EH Moss Exhibition | 9,831 | - | - | 10,755 |
| Toovey Art Prize | 600 | - | - | 656 |
| Berridge Chemistry Prize | 934 | - | - | 1,022 |
| HW Smith Exhibition | 1,719 | - | - | 1,880 |
| Gwynne-Jones Exhibition | 7,177 | - | - | 7,851 |
| Wright Ingle Exhibition | 15,029 | - | - | 16,441 |
| Heath Harrison Exhibition | 19,293 | - | - | 21,106 |
| Wheeler Bennett History Prize | 1,349 | - | - | 1,476 |
| AR Duff Memorial Fund | 24,942 | - | - | 27,286 |
| James Cox Scholarship | 99,774 | - | - | 101,488 |
| Rackets Fund | 31,624 | 125 | - | 32,292 |
| | <u>240,659</u> | <u>125</u> | <u>-</u> | <u>253,308</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

22 Endowment funds

(Continued)

The Rackets Endowment Fund is to be used to help boys and girls play rackets and compete at Queen's, (whether this is in the form of providing rackets to boys and girls of particular talent or funding the costs of accommodation for selected boys and girls competing at Queen's). The income can also be used to fund the travel expenses of the occasional tour to North America.

The terms under which the rest of the endowment funds were established are detailed in note 23.

Income earned on the permanent endowment funds is taken to restricted funds and distributed as described in note 23.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

23 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 | Incoming resources | Movement in funds | | | Balance at 31 July 2020 |
|--|--------------------------------|-----------------------|-----------------------|-----------|-----------------------------|----------------------------|
| | | | Resources expended | Transfers | Investments gains/losses | |
| | £ | £ | £ | £ | £ | £ |
| Restricted Endowments (Permanent) | | | | | | |
| Centenary Appeal Fund | 2,542,621 | 30,143 | (46,531) | - | 29,066 | 2,555,299 |
| Capt. HL Grant | 399,784 | 4,428 | (727) | 7,623 | 2,099 | 413,207 |
| Chesterton Cricket Award | 70,739 | 782 | (2,128) | - | 371 | 69,764 |
| Bishop John & Arthur Mort Bursary | 74,366 | 823 | (135) | - | 390 | 75,444 |
| Blake Dunbar Music Scholarship | 49,991 | 554 | (1,491) | - | 263 | 49,317 |
| Marston Riley Scholarship | 58,241 | 645 | (1,766) | - | 306 | 57,426 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 29,066 | 870 | - | - | - | 29,936 |
| EH Moss Exhibition | 7,293 | 330 | - | (7,623) | - | - |
| Gwynne Jones Exhibition | 5,343 | 241 | - | (5,584) | - | - |
| Wright Ingle Exhibition | 11,192 | 503 | - | (11,695) | - | - |
| Heath Harrison Exhibition | 12,865 | 646 | - | 17,279 | - | 30,790 |
| AR Duff Memorial Fund | 7,970 | 835 | (700) | - | - | 8,105 |
| James Cox Scholarship | 20,130 | 1,349 | (1,222) | - | 106 | 20,363 |
| CW Nicholls Memorial Fund | 12,078 | - | - | - | 681 | 12,759 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | 41,718 | 15,070 | (37,003) | - | - | 19,785 |
| Assisted Places (Bowtell) | 12,505 | 18,440 | (20,469) | - | - | 10,476 |
| Assisted Places (Hayter) | 150,614 | 32,127 | (30,000) | - | - | 152,741 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| House No.9 Fund | 100 | - | (100) | - | - | - |
| Chapel Sound System | 3,087 | 280 | - | - | - | 3,367 |
| Chapel Organ | 519 | 1,175 | - | - | - | 1,694 |
| CTM Dunn | 1,914 | 38,000 | (19,778) | - | - | 20,136 |
| Music Department | 502 | - | - | - | - | 502 |
| Steinway | 403,125 | 220,000 | (304,640) | - | - | 318,485 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

23 Restricted funds

(Continued)

| | | | | | | |
|--|------------------|----------------|------------------|----------|---------------|------------------|
| Theatre | - | 2,034 | - | - | - | 2,034 |
| Nieper Art Scholarship | 120,000 | - | (23,211) | - | - | 96,789 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 7,501 | - | - | - | - | 7,501 |
| Rackets Fund | 1,329 | 358 | (59) | - | - | 1,628 |
| House No.5 Fund | 300 | - | - | - | - | 300 |
| Clark Scholarship Award | 120,987 | 177,291 | - | - | - | 298,278 |
| JMM Memorial Fund | 11,375 | 238 | - | - | - | 11,613 |
| Rachael Heyhoe Flint Award | 20,000 | (5,000) | (1,000) | - | - | 14,000 |
| Observatory | - | 10,000 | - | - | - | 10,000 |
| Cricket Nets | - | 2,363 | - | - | - | 2,363 |
| Hardship | - | 5,000 | - | - | - | 5,000 |
| Restricted Endowments (Permanent) Prize Funds | | | | | | |
| Richard Smith Physics Prize | 2,934 | 71 | - | - | 46 | 3,051 |
| Restricted Prize Funds | | | | | | |
| James Greenwood Architecture Prize | 1,739 | 81 | - | - | - | 1,820 |
| Toovey Art Prize | 269 | 20 | (55) | - | - | 234 |
| Berridge Chemistry Prize | 664 | 31 | (20) | - | - | 675 |
| HW Smith Exhibition | 1,213 | 58 | (20) | - | - | 1,251 |
| Wheeler Bennett History Prize | 1,039 | 46 | - | - | - | 1,085 |
| James Richford Cricket Prize | 5,612 | 103 | (20) | - | 66 | 5,761 |
| Photographic Prize | 1,847 | 35 | (20) | - | 22 | 1,884 |
| RH Farrar Mathematical Prize | 11,068 | 172 | (20) | - | 111 | 11,331 |
| RWA Manly Backstage Prize | 953 | 11 | (20) | - | 7 | 951 |
| Prize Funds | 64,813 | 718 | (2,868) | - | 340 | 63,003 |
| RK Blumenau Philosophy Prize | 4,335 | 68 | - | - | - | 4,403 |
| Roger Short Prize | 1,175 | 28 | - | - | - | 1,203 |
| R H Cobb Mathematical Prize | 3,410 | 63 | (15) | - | 41 | 3,499 |
| Matthew Hind Golf Prize | 195 | - | (20) | - | - | 175 |
| Arvid Pardo Prize | 7,600 | - | (40) | - | - | 7,560 |
| | <u>4,337,345</u> | <u>561,030</u> | <u>(494,078)</u> | <u>-</u> | <u>33,915</u> | <u>4,438,212</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2020

23 Restricted funds

(Continued)

| | Movement in funds prior year | | | | | Balance at 31 July 2019 |
|--|--------------------------------|-----------------------|-----------------------|-----------|-----------------------------|----------------------------|
| | Balance at 1 August 2018 | Incoming resources | Resources expended | Transfers | Investments gains/losses | |
| | £ | £ | £ | £ | £ | £ |
| Restricted Endowments (Permanent) | | | | | | |
| Centenary Appeal Fund | 2,373,731 | 35,027 | (19,064) | - | 152,927 | 2,542,621 |
| Capt. HL Grant | 387,625 | 5,498 | - | - | 6,661 | 399,784 |
| Chesterton Cricket Award | 70,527 | 1,000 | (2,000) | - | 1,212 | 70,739 |
| Bishop John & Arthur Mort Bursary | 72,104 | 1,023 | - | - | 1,239 | 74,366 |
| Blake Dunbar Music Scholarship | 48,470 | 688 | - | - | 833 | 49,991 |
| Marston Riley Scholarship | 56,470 | 801 | - | - | 970 | 58,241 |
| Restricted funds | | | | | | |
| Shand-Kydd Special Fund | 28,213 | 853 | - | - | - | 29,066 |
| EH Moss Exhibition | 6,971 | 322 | - | - | - | 7,293 |
| Gwynne Jones Exhibition | 5,108 | 235 | - | - | - | 5,343 |
| Wright Ingle Exhibition | 10,699 | 493 | - | - | - | 11,192 |
| Heath Harrison Exhibition | 12,232 | 633 | - | - | - | 12,865 |
| AR Duff Memorial Fund | 7,502 | 818 | (350) | - | - | 7,970 |
| James Cox Scholarship | 18,146 | 1,672 | - | - | 312 | 20,130 |
| CW Nicholls Memorial Fund | 10,578 | - | - | - | 1,500 | 12,078 |
| Running Track Fund | 5,105 | - | - | - | - | 5,105 |
| Bursaries/Assisted Places | 2,796 | 15,649 | (35,802) | 59,075 | - | 41,718 |
| Assisted Places (Bowtell) | 6,483 | 18,750 | (12,728) | - | - | 12,505 |
| Assisted Places (Hayter) | 120,000 | 30,614 | - | - | - | 150,614 |
| Bridge Fund | 1,365 | - | - | - | - | 1,365 |
| House No.9 Fund | 100 | - | - | - | - | 100 |
| Chapel Sound System | 2,962 | 230 | (105) | - | - | 3,087 |
| Chapel Organ | - | 519 | - | - | - | 519 |
| CTM Dunn | 866 | 1,048 | - | - | - | 1,914 |
| Music Department | 427 | 75 | - | - | - | 502 |
| Steinway | 3,125 | 400,000 | - | - | - | 403,125 |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

| 23 Restricted funds | (Continued) | | | | | |
|--|------------------|----------------|------------------|---------------|----------------|------------------|
| Theatre | 15,226 | 2,612 | (23,160) | 5,322 | - | - |
| Nieper Art Scholarship | 130,000 | - | (10,000) | - | - | 120,000 |
| RKB Lecture Series | 23,580 | - | - | - | - | 23,580 |
| Golf Facilities | 1,174 | - | - | - | - | 1,174 |
| George Sayer Fellow | 8,957 | - | (1,456) | - | - | 7,501 |
| Rackets Fund | 881 | 448 | - | - | - | 1,329 |
| House No.5 Fund | - | 300 | - | - | - | 300 |
| Clark Scholarsip Award | - | 120,987 | - | - | - | 120,987 |
| JMM Memorial Fund | - | 11,375 | - | - | - | 11,375 |
| Rachael Heyhoe Flint Award | - | 5,000 | - | 15,000 | - | 20,000 |
| Restricted Endowments (Permanent) Prize Funds | | | | | | |
| Richard Smith Physics Prize | 2,667 | 69 | - | - | 198 | 2,934 |
| Restricted Prize Funds | | | | | | |
| James Greenwood Architecture Prize | 1,685 | 79 | (25) | - | - | 1,739 |
| Toovey Art Prize | 349 | 20 | (100) | - | - | 269 |
| Berridge Chemistry Prize | 658 | 31 | (25) | - | - | 664 |
| HW Smith Exhibition | 1,182 | 56 | (25) | - | - | 1,213 |
| Wheeler Bennett History Prize | 995 | 44 | - | - | - | 1,039 |
| James Richford Cricket Prize | 5,247 | 101 | (25) | - | 289 | 5,612 |
| Photographic Prize | 1,741 | 34 | (25) | - | 97 | 1,847 |
| RH Farrar Mathematical Prize | 10,366 | 137 | (25) | - | 590 | 11,068 |
| RWA Manly Backstage Prize | 963 | 10 | (50) | - | 30 | 953 |
| Prize Funds | 65,363 | 927 | (2,600) | - | 1,123 | 64,813 |
| RK Blumenau Philosophy Prize | 4,268 | 67 | - | - | - | 4,335 |
| Roger Short Prize | 1,147 | 28 | - | - | - | 1,175 |
| R H Cobb Mathematical Prize | 3,196 | 62 | (25) | - | 177 | 3,410 |
| Matthew Hind Golf Prize | 220 | - | (25) | - | - | 195 |
| Arvid Pardo Prize | - | 7,650 | (50) | - | - | 7,600 |
| | <u>3,531,470</u> | <u>665,985</u> | <u>(107,665)</u> | <u>79,397</u> | <u>168,158</u> | <u>4,337,345</u> |

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

23 Restricted funds

(Continued)

Restricted Endowments (Permanent)

The Centenary Appeal Fund was set up in 1965 to provide a maintenance & improvement fund for the College, with a reserve fund to endow scholarships.

The Capt. H L Grant Fund was set up in 1955 for sons of regular officers in the Royal Artillery, or sons of regular army officers generally, whose circumstances were such that they could not, without assistance, be sent to Malvern. The Bursary must be awarded by the recommendation of the Headmaster and the Chairman of the Malvernian Society Committee. This fund was amalgamated with the EH Moss Exhibition fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Chesterton Cricket Awards' income from the principal sum is to be used to provide an award to a senior school student of Malvern College who is not only a cricketer with outstanding prospects but also has shown acceptable academic standards.

The Bishop John & Arthur Mort Bursary was set up in 1998 to provide a bursary to fee-paying parents unable to continue paying fees owing to an unforeseen change of circumstances.

The Blake Dunbar Music Scholarship is to be used to encourage a pupil to join the college who has a particular interest in music.

The Marston Riley Scholarship is a general scholarship to be awarded to a pupil as agreed by the Headmaster and Trustees of the Malvernian Society.

Restricted funds

The following Restricted Endowments (Permanent) have associated restricted funds:

The Shand-Kydd Special Fund was set up in 1977 to apply grants to Malvern College not related to bricks and mortar or scholarships. Initially grants were made to assist the Malvern Schools and Industry project. Nowadays it is used to support pupils, at the Society's discretion, to participate in overseas language trips and work experiences. From 2020 the College careers department is asked to recommend a pupil to be supported on STEM-based work experience to the value of £300 each year.

The EH Moss Exhibition was set up in 1946, as part of the 'War Memorial Fund'; the parameters for making an award were in order of preference: 1. To the son of an OM, killed in the 2nd World War, with preference for the RAF. 2. To the son of any other deceased OM. 3. To the son of any other OM. 4. Any other boy (sic), who wouldn't otherwise be able to come to the College. This fund was amalgamated with the Capt. HL Grant Fund, and the criteria widened to allow it to be awarded to children whose parents work in the public services.

The Gwynne-Jones Exhibition was set up in 1919 to fund awards to former pupils of Malvern College who have gone to the universities of Oxford, Cambridge or to the Royal Military Academy, Woolwich. A preference was made for the intellectual qualifications of the candidate, but also a preference for a No. 2 boy. In 2017 the fund was amalgamated with the Wright-Ingle and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2021 the award will be available to OMs from Malvern College UK or its sister schools abroad.

The Wright Ingle Exhibition was set up in 1918, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford, or Pembroke College, Cambridge. In 2017 the fund was amalgamated with the Gwynne Jones and Heath Harrison Funds to make awards to successful Oxbridge candidates. From 2021 the award will be available to OMs from Malvern College UK or its sister schools abroad. is to be awarded to OMs going onto Brasenose College, Oxford, or Pembroke College, Cambridge.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

23 Restricted funds

(Continued)

The Heath Harrison Exhibition was set up in 1898, to give non-recurring grants to candidates for the purpose of covering initial expenses at Brasenose College, Oxford or Pembroke College, Cambridge. In 2017 the Fund was amalgamated with the Gwynne-Jones and Wright-Ingle Funds to make awards to successful Oxbridge candidates. From 2021 the award will be available to Oms from Malvern College UK or its sister schools abroad.

The Alan Duff Memorial Fund was set up in 1989 to help pupils to take part in sporting or other worthwhile scientific or educational activities which they would not otherwise be able to afford.

The James Cox Scholarship was set up in 2003 to fund an award made for all-round excellence (not just academic) to a pupil on entry to The Downs (ex Hillstone) year 7 (whether from within the Downs or not) tenable for seven years through to the U6.

The Society also manages the following Restricted Funds:

The Colin Nicholls Memorial Fund was set up in 1988 to help pupils to take part in educational trips.

The Running Track Fund is a project not pursued by the College in recent years. The funds are being held until such time as Malvern College wishes to move ahead with the project.

Bursaries / Assisted Places is income received from the Gryphon Fund that is granted to the college on an annual basis.

The Bridge Fund is in support of Bridge activities at the College, to promote the game of Bridge amongst pupils and staff.

House No. 9 Fund is in support of small projects in House No. 9, to be used at the Housemaster's discretion.

The Chapel Sound System Fund is to enhance the College Chapel Sound System. This project was part of the 2015 Annual Fund campaign.

The Chapel Organ Fund is to be used for the Chapel organ.

The CTM Dunn Fund is an Assisted Places scheme which aims to provide financial support to pupils, who might not otherwise be able to come to Malvern.

The Music Department Fund is in support of the Music Department to be used at the discretion of the Head of Department.

The Steinway Fund is to support the College in purchasing instruments to become an "All Steinway School".

Theatre Funds are held for the renovation of Malvern College's Rogers Theatre.

The Richard Nieper Art Scholarship Fund is in memory of Richard Nieper (Old Malvernian) to support an Art Scholarship which is designed to enable Arts candidates to come to Malvern College who may not otherwise be able to do so. To be awarded to pupils who show outstanding talent or potential talent, predominantly in Fine Art. The fund is envisaged to be spent down over a period of ten years.

The Blumenau Lecture Series Fund is to support an annual lecture on European History at the College.

The Golf Facilities Fund is to be used for improvements to the College's golf facilities.

The George Sayer Fellow Fund was established to recognise George Sayer's inspirational teaching. The Fund is used to allow the English Department to invite writers to the College on an annual basis to work with the pupils.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

23 Restricted funds

(Continued)

Outdoor Pursuits - a fund received and full disbursed in the year to further outdoor pursuits at the College.

The Clark Scholarship Award was created in 2019 in honour of the former Headmaster, Antony Clark. From 2020 the award will be given to an academically strong Sixth Form candidate from a family whose financial circumstances would not normally allow them to consider Malvern. A boarder and a day pupil are chosen in alternate years.

The Michael McNevin Memorial Fund was created in 2019 in honour of Michael McNevin, former Housemaster of No.2. The Fund is to support improvements to No.2. and Cwm Llwh.

The Rachael Heyhoe Flint Award was created by Ben Flint in memory of his mother. The fund is awarded annually to promising girl cricketers on entry to the College.

Observatory: The College already has a good telescope; however, because it has no permanent 'home', it needs setting it up, i.e. aligning with the stars and dismantling every time it is used. As this takes a good hour at the start and end of a session, it is used only infrequently. The College has decided to house the telescope within a refurbished observatory, so it will be set up permanently and left in place, allowing our pupils and staff to use it much more frequently. Astronomy in school is introduced in the Foundation Year. It is part of the IGCSE syllabus for the Hundred as well as an option in the IB syllabus.

Cricket Nets: Malvern College has a distinguished record in cricket providing county and national teams with quality players since the early years of the 20th century. In recent years, Malvern cricket has seen the benefits of a partnership with Worcestershire County Cricket Club whereby the county coaches seek to draw talented young cricketers into their academy, and the growth of girls' cricket has further enriched Malvern's reputation as a crucible of cricketing talent. The College has commissioned ELS to provide four new practice nets and Durantcricket to install their industry-leading 'Dream Netting System' replacing the temporary nets with 10 retractable nets.

Hardship Fund: The Covid-19 pandemic is affecting us all, and there are Malvern families who have fallen on hard times financially as a direct result of the current crisis. The Society has promised to support the College as much as possible by raising funds for the Hardship Fund through our generous donors, so that we can assist those families whose children would otherwise have to leave Malvern College.

Capital Restricted Prize Funds

The Richard Smith Physics Prize is to be awarded annually to the top Physics student in the U6.

Restricted Prize Funds

The following Restricted Endowments (Permanent) Prize Funds have associated Restricted Funds:

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

23 Restricted funds

(Continued)

The James Greenwood Architecture Prize is a prize for a piece of work by a pupil showing study and understanding of some aspect of Architecture. The work should be concerned with the aesthetics of Architecture and not primarily with social or technical aspects. From 2020 a £300 grant will be offered every two years to a pupil nominated by the Head of Art to travel to study architecture (classical or modern).

The Toovey Art Prize is an annual prize for the best sketch or drawing from nature by an art student. In 2020 a one-off £300 grant will be awarded to a pupil nominated by the Head of Art to travel to study art (classical or modern).

The Berridge Chemistry Prize is for proficiency in the study of Chemistry. From 2021 £60 is to be awarded to the candidate with the highest score at Chemistry A level or IB.

The HW Smith Exhibition is awarded by examination or otherwise to a pupil or pupils in the Classical Fifth Form at the College for excellence in Classical Studies or English Literature, excluding History. To be means-tested at the Headmaster's discretion. Any unspent income to be added to the capital.

The Wheeler Bennett History Prize is awarded for the best essay(s) on European or General, but not English History. From 2021 £100 will be awarded to the candidate with the highest score at History A level or IB.

The James Richford Cricket Prize is awarded to the pupil who has shown the greatest improvement in cricket in the course of the season.

The Photographic Prize is awarded to a pupil for outstanding achievement in Photography.

The RH Farrar Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The RW Manly Backstage Prize is awarded to the pupil who has made an outstanding contribution to backstage theatre work.

Prize Funds is an amalgamation of many small prize funds. These prizes are distributed annually.

The RK Blumenau Philosophy Prize is awarded to the most outstanding pupil in ~Philosophy.

The Roger Short Prize is awarded to pupils submitting the best IB Extended Essay.

The R H Cobb Mathematical Prize is awarded to a pupil for outstanding achievement in Mathematics.

The Matthew Hind Golf Prize is awarded to a pupil for outstanding achievement in Golf.

The Arvid Pardo Statistics Prize is awarded to one A level and one IB pupil for outstanding achievement in Statistics.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

24 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Movement in funds | | | Balance at 31 July 2020 £ | | |
|------------------|-------------------------------|-------------------------|-------------------------|------------------------------|----------------|-------------------------------|
| | Balance at 1 August 2019 £ | Incoming resources £ | Resources expended £ | | Transfers £ | Investments gains/losses £ |
| Scholarship Fund | 2,210,778 | 87,018 | (14,308) | - | 38,902 | 2,322,390 |

| | Movement in funds prior year | | | Balance at 31 July 2019 £ | | |
|---------------------------|-------------------------------|-------------------------|-------------------------|------------------------------|----------------|-------------------------------|
| | Balance at 1 August 2018 £ | Incoming resources £ | Resources expended £ | | Transfers £ | Investments gains/losses £ |
| Bursaries/Assisted Places | 59,075 | - | - | (59,075) | - | - |
| Scholarship Fund | 2,053,076 | 53,836 | (4,220) | - | 108,086 | 2,210,778 |
| | 2,112,151 | 53,836 | (4,220) | (59,075) | 108,086 | 2,210,778 |

The Scholarship Fund fulfils the purpose of providing grants to Malvern College. It is viewed as a permanent investment, the income from which will be used to fully fund education at Malvern College where circumstances are deserving of the same.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

25 Analysis of net assets between funds

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2020 are represented by: | | | | | |
| Tangible assets | 4,656,454 | - | 844,846 | - | 5,501,300 |
| Investments | 1,260,340 | 2,235,261 | 2,047,634 | 234,806 | 5,778,041 |
| Current assets/(liabilities) | 1,631,414 | 87,129 | 1,545,732 | 21,682 | 3,285,957 |
| | <u>7,548,208</u> | <u>2,322,390</u> | <u>4,438,212</u> | <u>256,488</u> | <u>14,565,298</u> |

Analysis of net assets between funds - prior year

| | Unrestricted funds £ | Designated funds £ | Restricted funds £ | Endowment funds £ | Total £ |
|--|----------------------------|--------------------------|--------------------------|-------------------------|-------------------|
| Fund balances at 31 July 2019 are represented by: | | | | | |
| Tangible assets | 4,592,985 | - | 833,315 | - | 5,426,300 |
| Investments | 1,048,970 | 2,196,359 | 1,950,302 | 228,518 | 5,424,149 |
| Current assets/(liabilities) | 1,664,967 | 14,419 | 1,553,728 | 24,790 | 3,257,904 |
| Long term liabilities | - | - | - | - | - |
| | <u>7,306,922</u> | <u>2,210,778</u> | <u>4,337,345</u> | <u>253,308</u> | <u>14,108,353</u> |

26 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

| | 2020 £ | 2019 £ |
|------------------------|---------------|---------------|
| Aggregate remuneration | <u>70,795</u> | <u>71,779</u> |

During the year the Charitable Company received services to the value of £6,500 (2019 - £6,000) from Social Bubble an entity in which S Godsland, wife of the Operations Director has an interest.

MALVERNIAN SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

| | | | |
|-----------|--|-------------------|-------------------|
| 27 | Cash generated from operations | 2020 | 2019 |
| | | £ | £ |
| | Surplus for the year | 381,945 | 858,685 |
| | Adjustments for: | | |
| | Investment income recognised in profit or loss | (243,542) | (195,662) |
| | Fair value gains and losses on investments | (102,058) | (250,091) |
| | Movements in working capital: | | |
| | Decrease/(increase) in stocks | 903 | (1,373) |
| | (Increase)/decrease in debtors | (10,672) | 67,030 |
| | (Decrease) in creditors | (10,590) | (27,342) |
| | Cash generated from operations | 15,986 | 451,247 |
| | | <u> </u> | <u> </u> |
| 28 | Analysis of changes in net funds | | |
| | The Society had no debt during the year. | | |

MALVERNIAN SOCIETY LIMITED

OM CLUB INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 JULY 2020

| | 2020 £ | 2019 £ |
|--------------------------------------|---------------|----------------|
| Income | | |
| Life membership fees | 722 | 8,500 |
| Expenditure | | |
| OM Cricket Club | - | 2,500 |
| OM Football Club | - | 2,500 |
| OM Golfing Society | - | 2,500 |
| OM Rifle Club | - | 1,700 |
| OM Sailing Club | - | 1,250 |
| Sundry items | 240 | 732 |
| OM Netball Club | 1,387 | 3,775 |
| OM Hockey Club - Men | - | 1,000 |
| | <u>1,627</u> | <u>15,957</u> |
| Net (deficit) | <u>(905)</u> | <u>(7,457)</u> |
| Balance Sheet as at 31 July 2020 | | |
| Capital account | | |
| As at 1 August 2019 | 20,310 | 27,767 |
| Net surplus / (deficit) for the year | (905) | (7,457) |
| | <u>19,405</u> | <u>20,310</u> |
| As at 31 July 2020 | <u>19,405</u> | <u>20,310</u> |
| Represented by: | | |
| Loan to The Malvernian Society | <u>19,405</u> | <u>20,310</u> |