

Charity Registration No. 1001232

Company Registration No. 02540502 (England and Wales)

TEIKYO FOUNDATION (UK)

(a Company limited by guarantee and not having share capital)

TRUSTEES REPORT

FOR THE YEAR ENDED 31 MARCH 2023

TEIKYO FOUNDATION (UK)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. Y Okinaga Dr H Okinaga Mr. Y Yoshida Mr. A Ishihara	(Appointed 1 April 2022)
Secretary	Mr. Y Kono	
Charity number	1001232	
Company number	02540502	
Registered office	Framework Road Wexham Buckinghamshire United Kingdom SL2 4QS	
Auditor	MOORE Kingston Smith 9 Appold Street London EC2A 2AP United Kingdom	
Bankers	National Westminster Bank Plc 250 Bishopsgate London EC2M 4AA	
Investment advisers	The Pictet Group Banque Pictet & Cie SA Route des Acacias 60 1211 Geneva 73 Switzerland	
Key Executives		
Head of School	Ms. F Nelson	
Chief Executive Officer	Mr. Y Kono	

TEIKYO FOUNDATION (UK)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MARCH 2023

The trustees, who are also directors of the charitable company for the purposes of the Companies Act 2006, present their annual report with the consolidated financial statements for the year ended 31 March 2023.

The consolidated financial statements have been prepared in accordance with the accounting policies set out in the notes to the consolidated financial statements and comply with the charitable company's governing document, 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)".

Teikyo Foundation (UK) is a charitable company that was incorporated on the 18 September 1990 with the liability of its members limited by guarantee. The registered office and principal address of the charitable company is at Teikyo Foundation (UK), Framewood Road, Wexham, Buckinghamshire, SL2 4QS.

Objectives and activities

The charitable company's objectives are to advance the education and training of school children and students, members of Teikyo University, Tokyo, Japan, its schools, and other educational institutions administered by it, and to advance the education and training of other persons, in the United Kingdom and elsewhere.

In setting the charitable company's objectives and planning its activities, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

To fulfil the objects the charitable company comprises of 4 divisions, as follows: -

(a) Teikyo School United Kingdom

Teikyo School United Kingdom (Teikyo School UK) is an independent school located in Wexham, Buckinghamshire for Japanese boys and girls aged from 15 to 18. It provides boarding and day facilities. Teikyo School UK is responsible to the Japanese Department of Education (Monbukagakusho) and provides education in accordance within the Monbukagakusho's remit. Students are recruited from throughout the world and fees are generally less than those charged by similar independent schools in the United Kingdom because they are subsidised by Teikyo Foundation (UK).

Teikyo School UK is also registered with the Department for Education (reference number 825/6013) in the United Kingdom, and is a member of the Independent Schools Council, the Independent Schools Association, the Boarding Schools Association, and the Independent Schools Bursars' Association.

(b) Teikyo University of Japan at Cambridge

Teikyo University of Japan at Cambridge provides for up to nine Okinaga Scholars – postgraduate Japanese scholars personally selected from an open competition – to study for PhD degrees at the University of Cambridge. The students are members of St Edmund's College with whom Teikyo University has a 90-year agreement with.

(c) Teikyo Study Abroad Programmes

Teikyo Foundation (UK) offers a year-round Educational Study Abroad Programmes to Teikyo's Universities, Colleges and Schools from Japan and students from all parts of the world. Some 300 students each year enjoy Teikyo's facilities at Wexham, Oxford, and Durham.

(d) Teikyo Foundation (UK)

Teikyo Foundation (UK)'s considerable funds provide financial support to all its divisions when required. The above autonomous divisions are susceptible to changing student rolls due to changes in Japan's economy, changing birth rates, pandemics, and the volatile political world. To counter any substantial financial loss, Teikyo Foundation (UK) has extensively diversified its educational activities within its objectives.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

TEIKYO FOUNDATION (UK)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Principal activity

Teikyo Foundation (UK)'s principal activity continues to be the operation of the Teikyo School UK and the provision of the various study programmes described above.

As mentioned, Teikyo Foundation (UK)'s Teikyo School UK is registered with the Department for Education (reference number 825/6013) for the promotion and maintenance of educational standards and meeting of statutory requirements.

In addition, Teikyo Foundation UK has a licence agreement with The International School of Creative Arts to use facilities at the Teikyo Campus and hire agreements other leisure and sports providers in the local community and further afield. The charitable company co-operates and works with these organisations in order to further local community access to the educational facilities on site and to optimise the use of its cultural and sporting facilities.

Objectives for the year

The main objective of the charitable company was to continue to pursue the education of students whether they be at the Teikyo School UK or part of the Study Abroad Programmes, in order to help them develop and fulfil their potential to the highest level and to contribute to the wider community in which they live. Additionally, the charitable company aims to maximise the use of the facilities at the Teikyo School UK by extending educational programmes, both academic and leisure, to students from all over the United Kingdom and the rest of the world.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

Teikyo School UK's student roll for the 2022/2023 academic year did not increase as expected. As a result, School Fee Income for the year ended 31 March 2023 was £556,982 (2022: £526,089). The Board of Trustees regularly reviews the fees charged to students and the student roll in order to maintain it at an appropriate level.

The English curriculum at Teikyo School UK is evolving to attract more students from Japan wishing to enter university in the United Kingdom or other countries outside of Japan. This includes the establishment of a dedicated International English Language Testing System class, a presentation and report writing skills class and a more academic leaning across the whole syllabus. Going forward, a goal of Teikyo School UK is to arm all students with a sound, applicable and relevant knowledge of English to raise the overall academic level of current and future students.

During the year, the students that attended the Teikyo School UK full-time and on short-course programmes continued to benefit from the formal educational activities offered as well as contributing to the wider community through involvement in exchange days with local schools and contributing to local events.

The sports facilities at the Teikyo School UK have been made available to various groups in the local and wider community such as swimming clubs. The charitable company offers subsidised rates to non-profit making organisations.

The Teikyo Foundation UK was unable to host any organised language schools and activity centres during the year because of the downturn of those activities since the COVID-19 pandemic. However, the Teikyo School UK did continue to provide facilities to the International School of Creative Arts which was started in September 2009.

TEIKYO FOUNDATION (UK)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Financial review

The financial performance of the group is shown in the statement of financial activities. After taking into account the gains on investments, the group had net expenditure of £818,932 for the year ended 31 March 2023 (2022: net expenditure of £753,657).

This has resulted in a decrease in the group's unrestricted funds to £12,054,208 at 31 March 2023 (2022: £12,873,140). The group is prevented by its governing document from distributing its surplus, if any, to its members and accordingly no dividends are payable.

Reserves policy

The group's policy is to hold sufficient reserves to fund its various activities in the United Kingdom, including the Okinaga Scholarship Scheme at the University of Cambridge, academic visits, and the ongoing major refurbishment of the facilities at Wexham, as well as to safeguard the future of the group.

It is envisaged that the reserves held in investments and in cash will be sufficient to meet these commitments in the future. As of 31 March 2023, the group's liquid reserves represented by net current assets were £3,854,251 (2022: £5,499,139).

Investment policy and objectives

The charitable company has absolute powers of investment over its available funds. The board of trustees continue to keep under review the risks and rewards of the investments and the current state of the market.

The investment policy for the year ended 31 March 2023 was to place all available funds, other than those required for day-to-day operations of the charitable company, with The Pictet Group and the Mitsubishi UFJ Financial Group. The investments held by the charitable company are reviewed regularly by the board of trustees and professional advice is taken from The Pictet Group and other advisers as appropriate.

Principal risks and uncertainties

The principal risks facing the charitable company are declining student numbers, loss of key staff, non-compliance with laws and regulations, and deterioration to the infrastructure and property as a result of wear and tear and age.

The charitable company continues to review operating policies and procedures and is also reviewing safety and safeguarding arrangements on the Campus and on trip and travel arrangements for students. There is an on-going maintenance and refurbishment programme covering the teaching facilities and accommodation blocks at the Teikyo Campus.

The financial risks faced by the charitable company arise from any potential decline in student numbers or other charitable activity, but this is mitigated by the holding of significant financial reserves. In mitigation, the charitable company is looking to commence a new student recruitment programme and continues to work closely with the Teikyo University to recruit new students.

TEIKYO FOUNDATION (UK)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Grant-making

The charitable company intends in the future to support further postgraduate students at Wadham College Oxford (University of Oxford), St Edmunds's College Cambridge (University of Cambridge) and Harvard University through the Okinaga Scholarship Scheme.

Future plans

The charitable company will continue to develop links with the local community and groups to enable the wider public community to continue to benefit from the activities and facilities at the Teikyo School UK and to broaden the educational experience of the students that attend the Teikyo School UK. The School is accredited as an International Baccalaureate (IB) Programme school which will commence in 2024 and will offer a diverse curriculum, strengthen English language skills, and prepare for future careers in the global arena.

Structure, governance, and management

The charitable company is a registered charity, governed by its Memorandum and Articles of Association, and is engaged in providing educational facilities to Japanese and other nationals. The charitable company's Memorandum and Articles of Association dated 25 July 1990, were last amended on 14 February 2002.

The trustees, who are also the directors of the charitable company for the purpose of the Companies Act 2006, and who served during the year and up to the date of signature of the financial statements were:

Mr. Y Okinaga

Dr H Okinaga

Mr. Y Yoshida

Mr. A Ishihara

(Appointed 1 April 2022)

The members are Mr. Y Okinaga and Teikyo University. They are able to appoint trustees by Resolution of a Meeting or by Written Resolution.

New trustees who are also the directors are inducted into the workings of the company as a registered charity, including Board Policy and Procedures.

The board of trustees meet at least once a year to determine the 'general policy' of the charitable company and to review its overall management and control, for which they are legally responsible. The work of implementing most of the board of trustees policies is delegated to the General Manager.

TEIKYO FOUNDATION (UK)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Guarantors

Amounts guaranteed as at the 31 March 2023 and 31 March 2022:

Mr. Y Okinaga	£1
Teikyo University Foundation	£2

The charitable company does receive financial support from Teikyo University. Mr. Y Okinaga is considered to be a key individual continuing the vision of Dr S Okinaga.

Statement of risk management

The trustees have a duty to identify and review the risks to which the charitable company is exposed to. The trustees and management of the charitable company continue to keep its activities under review, particularly with regard to any major risks that may arise as well as the systems and procedures established to manage them. It is the responsibility of management to monitor the effectiveness of internal controls and other viable means by which risks identified can be mitigated.

Mr. Y Okinaga is also a guarantor of Teikyo University of Japan in Durham Limited whose main activity is also the provision of educational facilities to Japanese nationals and is located in the grounds of Durham University.

Auditor

In accordance with the company's articles, a resolution proposing that MOORE Kingston Smith, Chartered Accountants and Business Advisors be appointed as auditor of the company as agreed at the General Meeting.

Disclosure of information to auditor

Each of the trustees 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 auditor is aware of such information.

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

Mr. Y Okinaga

Trustee

Dated: XX XXXX 2024

TEIKYO FOUNDATION (UK)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The trustees, who are also the directors of Teikyo Foundation (UK) 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

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

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

TEIKYO FOUNDATION (UK)
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TEIKYO FOUNDATION (UK)
FOR THE YEAR ENDED 31 MARCH 2023

Opinion

We have audited the financial statements of Teikyo Foundation (UK) (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2023 which comprise of the Group Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheets, the Group Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

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

We have nothing to report in this regard.

TEIKYO FOUNDATION (UK)
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TEIKYO FOUNDATION (UK)
FOR THE YEAR ENDED 31 MARCH 2023

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

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

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

Auditor's responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group and parent charitable company's internal control.

TEIKYO FOUNDATION (UK)
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TEIKYO FOUNDATION (UK)
FOR THE YEAR ENDED 31 MARCH 2023

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit report.

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

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

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

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

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council
- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.

TEIKYO FOUNDATION (UK)
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TEIKYO FOUNDATION (UK)
FOR THE YEAR ENDED 31 MARCH 2023

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

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

Use of our report

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

Shivani Kothari (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

9 Appold Street,
London
EC2A 2AP

Teikyo Foundation (UK)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

(including the income and expenditure statement)

for the year ended 31 March 2023

	Notes	Total 2023 £	Total 2022 £
INCOME FROM:			
Charitable Activities			
School and college	3	556,982	526,089
Other educational income	4	1,047,057	943,720
Other trading activities			
Other trading income	5	9,973	4,804
Investments			
Investment Income	5	7,504	26,164
Voluntary sources			
Grants and donations	6	65,313	41,269
Total income		1,686,829	1,542,046
EXPENDITURE ON:			
Costs of raising funds			
Other trading costs	7	-	-
Charitable activities			
Education	7	3,379,284	3,008,378
Total expenditure		3,379,284	3,008,378
Net operating income/(expenditure)		(1,692,455)	(1,466,332)
Net gains on investments		873,523	712,675
Net income/(expenditure)		(818,932)	(753,657)
Net movement in funds		(818,932)	(753,657)
Fund balances brought forward		12,873,140	13,626,797
Fund balances carried forward 17, 18		12,054,208	12,873,140

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

All of the above amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

Teikyo Foundation (UK)

CONSOLIDATED AND CHARITY BALANCE SHEET

as at 31 March 2023

	Notes	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
FIXED ASSETS					
Tangible assets	11	267,998	326,043	267,998	326,043
Investments	12	7,931,959	7,047,958	7,931,960	7,047,959
		8,199,957	7,374,001	8,199,958	7,374,002
CURRENT ASSETS					
Debtors	13	1,611,578	1,565,382	1,598,060	1,597,953
Investments: Short term deposits		2,600,000	4,000,000	2,600,000	4,000,000
Cash at bank and in hand		1,688,994	1,772,142	1,634,876	1,601,107
		5,900,572	7,337,524	5,832,936	7,199,060
CREDITORS: Amounts falling due within one year	14	(2,046,321)	(1,838,385)	(1,803,759)	(1,520,472)
NET CURRENT ASSETS		3,854,251	5,499,139	4,029,177	5,678,588
TOTAL ASSETS LESS CURRENT LIABILITIES		12,054,208	12,873,140	12,229,135	13,052,590
NET ASSETS		12,054,208	12,873,140	12,229,135	13,052,590
FUNDS					
Unrestricted funds – general	15	12,054,208	12,873,140	12,229,135	13,052,590
		12,054,208	12,873,140	12,229,135	13,052,590

As permitted by the s408 Companies Act 2006, the Charitable Company has not presented its own income statement and related notes. The Charitable Company's deficit for the year was £823,455 (31 March 2022: £753,540 deficit).

Approved and authorised for issue by the Board of Trustees on 7 December 2023 and signed on their behalf by:

Mr Y Okinaga
Chairman of the Board of Directors

The accompanying notes form part of these financial statements.
Company Number: 02540502

Teikyo Foundation (UK)

CONSOLIDATED CASHFLOW STATEMENT

for the year ended 31 March 2023

CASH FLOW STATEMENT	Notes	2023 £	2022 £
Net cash inflow from operating activities	20	(1,429,186)	(1,347,134)
Cash flows from investing activities:			
Bank interest received		7,504	26,164
Investment income		-	-
Interest payable		-	-
Proceeds from sale of investments		-	6,993,621
Proceeds from sale of fixed assets		-	-
Payments to acquire fixed assets	11	(50,988)	(164,450)
Payments to acquire investments		(10,478)	(4,710,145)
Net cash outflow from investing activities		(53,962)	2,145,190
Increase/(decrease) in cash		(1,483,148)	798,056
Cash and cash equivalents at the beginning of the reporting period		5,772,142	4,974,086
Cash and cash equivalents at the end of the reporting period		4,288,994	5,772,142
Analysis of cash and cash equivalents:			
Cash in hand		1,688,994	1,772,142
Short term deposits		2,600,000	4,000,000
		4,288,994	5,772,142

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

COMPANY INFORMATION

Teikyo Foundation (UK) is a company limited by guarantee with registered number 02540502, incorporated and domiciled in England and Wales. Its registered office is Teikyo Foundation (UK), Framewood Road, Wexham, Buckinghamshire, SL2 4QS.

1 ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The School is a public benefit entity for the purposes of FRS 102 and therefore the Charitable Company also prepared its financial statements in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

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

Basis of consolidation

The group comprises of Teikyo Foundation (UK) and Teikyo Services (UK) Limited. The assets, liabilities and results of the wholly owned subsidiary are consolidated into these financial statements. Summarised details of the subsidiary company are set out in note 12.

1.2 GOING CONCERN

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

In addition, the financial statements have been prepared under the going concern basis because Teikyo University of Japan has provided an undertaking to financially support and not recall the amounts advanced to both Teikyo Foundation (UK) and Teikyo Services (UK) Limited.

1.4 INCOME

School and college fees, investment income, bank interest and other income are accounted for when receivable.

School and college fees are deferred proportionately where courses fall partly or fully in subsequent periods.

Investment income is interest received on bank deposits and bonds as well as dividends received from the fixed asset investments.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company 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.

Gifts in kind are included in income and the corresponding asset included in fixed asset additions or charged against the statement of financial activities as appropriate.

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

1.4 INCOME (continued)

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

The value of donated services is included in the statement of financial activities where the benefit to the charitable company is reasonably quantifiable and measurable. The value recognised is the price the charitable company would expect to pay for a similar service or facility on the open market.

1.6 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Charitable Company. Governance costs are those incurred in connection with administration of the Charitable Company and compliance with constitutional and statutory requirements.

1.7 FIXED ASSETS AND DEPRECIATION

All fixed assets are used in direct furtherance of the Charitable Company's objectives. Fixed assets are included in these financial statements at their original cost less depreciation and accumulated impairment

All assets costing more than £1,000 are capitalised.

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the costs less estimated residual value of each asset, by equal annual instalments, over their expected useful lives which are considered to be:

Furniture and Equipment	- 4 Years
Computers	- 4 years
Vehicles	- 4 Years

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

1.9 IMPAIRMENT OF FIXED ASSETS

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

1.8 PENSIONS

Payments to a defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.9 LEASES

Rentals under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term. Benefits received and receivable as an incentive to sign an operating lease are spread on a straight line basis over the lease term.

1.10 INVESTMENTS

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

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in the statement of financial activities. Transaction costs are expensed as incurred.

Current asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at market value at the Balance Sheet date, unless market value cannot be measured reliably in which case it is measured at amortised cost less impairment. Investment gains and losses whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of Financial Activities incorporating the income and expenditure account.

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 Charitable Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

1.13 TAXATION

The Charitable Company is a registered charity and is exempt from taxation as afforded by Section 505 ICTA 1988.

1.14 EMPLOYEE BENEFITS

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 FOREIGN EXCHANGE

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in there period are included in profit and loss.

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

2 KEY ESTIMATES & JUDGEMENTS

In the application of the Charitable Company's accounting policies, the School is 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 on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In the opinion of the Trustees, the estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Critical judgements

Useful economic lives

The annual depreciation charge for property, plant and equipment is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

Recoverable value of fee debtors

The Charitable Company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

3 FEE INCOME

The Charitable Company's activities are carried out within the UK.

The school and college fee income comprised:

	2023	2022
	£	£
Gross fees	556,982	526,089
	<u>556,982</u>	<u>526,089</u>

4 OTHER EDUCATIONAL INCOME

	2023	2022
	£	£
ISCA fees	893,498	843,217
Other income	153,559	100,502
	<u>1,047,057</u>	<u>943,719</u>

5 INVESTMENT INCOME

	2023	2022
	£	£
Interest receivable	7,504	26,164
	<u>7,504</u>	<u>26,164</u>

6 DONATIONS AND GRANTS

	2023	2022
	£	£
	Total	Total
Donations and gifts	65,313	39,531
Furlough grant	-	1,738
	<u>65,313</u>	<u>41,269</u>

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

7 EXPENDITURE

(a) 2023

	Staff costs (note 8) £	Other £	Depreciation £	Total 2023 £
Charitable expenditure				
Trading costs	-	5,610	-	5,610
	-	5,610	-	5,610
Teaching	538,413	258,198	-	796,611
Welfare	163,363	408,935	-	572,298
Premises and Estates	-	877,626	109,033	986,659
Administration	681,437	282,074	-	963,511
Finance Costs	-	17,409	-	17,409
Governance	-	37,186	-	37,186
Donations				
Total Charitable Expenditure	1,383,213	1,881,428	109,033	3,373,674
Total Expenditure	1,383,213	1,887,038	109,033	3,379,284

(b) 2022

	Staff costs (note 8) £	Other £	Depreciation £	Restated Total 2022 £
Charitable expenditure				
Trading costs	-	4,951	-	4,951
	-	4,951	-	4,951
Teaching	645,484	161,966	-	807,450
Welfare	180,106	361,477	-	541,583
Premises and Estates	-	703,593	103,687	807,280
Administration	455,592	391,522	-	847,114
Total Charitable Expenditure	1,281,182	1,618,558	103,687	3,003,427
Total Expenditure	1,281,182	1,623,509	103,687	3,008,378

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

7 EXPENDITURE (continued)

(c) Other Governance Costs include:	2023	2022
	£	£
Auditors' remuneration		
- Audit Fees	13,250	18,061
- Accountancy Fees	23,504	-
- Other Auditors remuneration	3,472	-
	<u>40,226</u>	<u>18,061</u>

(d) Administration Costs	2023	2022
	£	£
Salaries	256,883	149,139
National Insurance	78,211	90,072
Pension Costs	60,669	-
Other Staff Costs	290,559	224,629
Subscriptions	10,346	14,438
Operating Leases	1,561	-
IT support	79,641	102,689
Postage and stationery	7,083	6,631
Telephones	8,253	11,364
Marketing and advertising	7,468	17,516
Legal and Professional Fees	19,914	24,209
Other Administration Costs	138,960	203,790
Bank charges	3,963	2,637
	<u>963,511</u>	<u>847,114</u>

8 STAFF COSTS	2023	2022
	£	£
Wages and salaries	702,238	629,644
Social security costs	133,843	170,060
Other pension costs	91,984	84,991
Other staff costs	455,148	396,487
	<u>1,383,213</u>	<u>1,281,182</u>

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

	2023	2022
	No.	No.
Teaching	20	20
Other	36	33
	<u>56</u>	<u>53</u>

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

	2023	2022
	No.	No.
£60,000 - £70,000	1	-
	<u>1</u>	<u>-</u>

Key management personnel include seconded staff from Teikyo University. The total pay and benefits received by key management personnel were £152,447 (2022: £127,963).

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

9 TRUSTEES REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

No travel and training expenses were paid to Trustees by the Charitable Company during the year (2022: £Nil).

10 NET INCOME FOR THE YEAR

	2023	2022
	£	£
Net income is stated after charging:		
Depreciation of tangible fixed assets	109,033	103,687

11 TANGIBLE FIXED ASSETS

GROUP & CHARITY

	Computers	Furniture equipment	Motor Vehicles	Total
	£	£	£	£
Cost:				
At 1 April 2022	590,985	1,591,486	195,680	2,378,151
Additions	7,120	43,868	-	50,988
At 31 March 2023	<u>598,105</u>	<u>1,635,354</u>	<u>195,680</u>	2,429,139
Depreciation:				
At 1 April 2022	363,720	1,503,144	185,244	2,052,108
Charge for year	52,499	46,098	10,436	109,033
At 31 March 2023	<u>416,219</u>	<u>1,549,242</u>	<u>195,680</u>	2,161,141
Net book value:				
At 31 March 2023	<u>181,886</u>	<u>86,112</u>	<u>-</u>	267,998
At 1 April 2022	<u>227,265</u>	<u>88,342</u>	<u>10,436</u>	326,043

The group uses a property owned by Teikyo University of Japan for its principal activities. These premises are occupied rent free subject to the group meeting the full cost of maintaining the premises.

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

12 FIXED ASSET INVESTMENTS

GROUP	Listed	2023	Listed	2022
	Investments		Investments	
	£	£	£	£
Cost/valuation At 1 April 2022	7,047,958	7,047,958	6,618,760	6,618,760
Additions	10,478	10,478	4,710,145	4,710,145
Disposals	-	-	(5,032,561)	(5,032,561)
Gains/(Losses) arising from movements in valuations	873,523	873,523	751,614	751,614
Cost/valuation At 31 March 2023	<u>7,931,959</u>	<u>7,931,959</u>	<u>7,047,958</u>	<u>7,047,958</u>
CHARITY				
			Listed	2023
			Investments	£
			Shares in	
			Subsidiary	
				£
Cost/valuation At 1 April 2022		7,047,958	1	7,047,959
Additions		10,478	-	10,478
Gains/(Losses) arising from movements in valuations		873,523	-	873,523
Cost/valuation At 31 March 2023		<u>7,931,959</u>	<u>1</u>	<u>7,931,960</u>
Historical cost		3,617,883	50,000	3,667,883
			Listed	2022
			Investments	£
			Shares in	
			Subsidiary	
				£
Cost/valuation At 1 April 2022		6,618,760	1	6,618,761
Additions		4,710,145	-	4,710,145
Disposals		(5,032,561)	-	(5,032,561)
Gains/(Losses) arising from movements in valuations		751,614	-	751,614
Cost/valuation At 31 March 2023		<u>7,047,958</u>	<u>1</u>	<u>7,047,959</u>
Historical cost		3,607,405	50,000	3,657,405
Material Investments			2023	2022
Alternative assets			£	£
			7,931,959	7,047,958
			<u>7,931,959</u>	<u>7,047,958</u>

The wholly owned share capital of 50,000 shares of £1 in Teikyo Services Limited, Company Number 07568628. There is an impairment of £49,999 against the shares of the company. The company's principal activity is the management of the swimming pool for Teikyo Foundation (UK). Its results for the year are as follows:

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

12 FIXED ASSET INVESTMENTS (continued)

Profit and loss accounts for the year ended 31 March 2023	2023	2022
	£	£
Turnover	91,629	47,797
Expenditure	(87,266)	(47,943)
Other operating income	160	29
Interest payable		
Loss for the period	4,523	(117)
Net assets at 31 March 2023		
Debtors	88,869	10,422
Cash	54,118	171,035
Due to parent undertakings		
Other creditors	(317,913)	(360,906)
	(174,926)	(179,449)
Share capital	50,000	50,000
Profit and loss reserves	(224,926)	(229,449)
Capital and reserves	(174,926)	(179,449)

13 DEBTORS

	Group	Group	Charity	Charity
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	948	10,422	-	-
Fees and extras	94,067	75,509	94,067	75,509
Other debtors	46,979	-	46,979	-
Prepayments and accrued income	79,606	49,131	67,036	49,131
Amount due from connected company	1,389,978	1,430,320	1,389,978	1,430,320
Amount due from group undertaking	-	-	-	42,993
	1,611,578	1,565,382	1,598,060	1,597,953

14 CREDITORS

	Group	Group	Charity	Charity
	2023	2022	2023	2022
	£	£	£	£
Amounts falling due within one year:				
Trade creditors	260,974	209,972	259,934	209,972
Taxation and social security costs	41,860	52,862	41,860	52,862
Fees in advance	575,923	463,524	575,923	463,524
Other creditors	203	-	203	-
Accruals	84,033	28,699	81,173	24,799
Amount due to group undertaking	1,083,328	1,083,328	844,666	769,315
	2,046,321	1,838,385	1,803,759	1,520,472

Deferred income:	2023	2022
	£	£
Brought forwards	463,524	374,137
Released in year	(463,524)	(379,557)
Received in year	575,923	468,944
Carried forwards	575,923	463,524

Deferred income relates to schools fees received in advance for the following term.

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

15 STATEMENT OF FUNDS

GROUP

	At 1 April 2022	Income	Expenditure	Gains/ (losses)	At 31 March 2023
	£	£	£	£	£
Unrestricted funds:					
General reserve	12,873,140	1,686,829	(3,379,284)	873,523	12,054,208
Total funds	12,873,140	1,686,829	(3,379,284)	873,523	12,054,208

	At 1 April 2021	Income	Expenditure	Gains/ (losses)	At 31 March 2022
	£	£	£	£	£
Unrestricted funds:					
General reserve	13,626,797	1,542,046	(3,008,378)	712,675	12,873,140
Total funds	13,626,797	1,542,046	(3,008,378)	712,675	12,873,140

FOUNDATION

	At 1 April 2022	Income	Expenditure	Gains/ (losses)	At 31 March 2023
	£	£	£	£	£
Unrestricted funds:					
General reserve	13,052,590	1,676,696	(3,373,676)	873,523	12,229,133
Total funds	13,052,590	1,676,696	(3,373,676)	873,523	12,229,133

	At 1 April 2021	Income	Expenditure	Gains/ (losses)	At 31 March 2022
	£	£	£	£	£
Unrestricted funds:					
General reserve	13,806,130	1,537,212	(3,003,427)	712,675	13,052,590
Total funds	13,806,130	1,537,212	(3,003,427)	712,675	13,052,590

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

16 ANALYSIS OF NET ASSETS BETWEEN FUNDS

GROUP	Unrestricted funds £	2023 Total £
Tangible fixed assets	267,998	267,998
Investments	7,931,959	7,931,959
Current assets	5,900,572	5,900,572
Current liabilities	(2,046,321)	(2,046,321)
Total net assets	<u>12,054,208</u>	<u>12,054,208</u>
	Unrestricted funds £	2022 Total £
Tangible fixed assets	326,043	326,043
Investments	7,047,958	7,047,958
Current assets	7,337,524	7,337,524
Current liabilities	(1,838,385)	(1,838,385)
Total net assets	<u>12,873,140</u>	<u>12,873,140</u>
	Unrestricted funds £	2023 Total £
Tangible fixed assets	267,998	267,998
Investments	7,931,960	7,931,960
Current assets	5,832,936	5,832,936
Current liabilities	(1,803,759)	(1,803,759)
Total net assets	<u>12,229,135</u>	<u>12,229,135</u>
	Unrestricted funds £	2022 Total £
Tangible fixed assets	326,043	326,043
Investments	7,047,959	7,047,959
Current assets	7,199,060	7,199,060
Current liabilities	(1,520,472)	(1,520,472)
Total net assets	<u>13,052,590</u>	<u>13,052,590</u>

17 COMMITMENTS UNDER OPERATING LEASES

At 31 March 2023, the Charitable Company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 Plant & Equipment	2022 Plant & Equipment
Due within one year	6,167	6,796
Due between two and five years	1,288	2,166
	<u>7,455</u>	<u>8,962</u>

Teikyo Foundation (UK)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2023

18 RELATED PARTIES

Included with donations include donated services of £65,313 (2022: £39,531) from Teikyo University of Japan in respect of staff seconded from Teikyo University of Japan.

CONNECTED CHARITIES

Mr Y Okinaga is also a guarantor of Teikyo University of Japan in Durham, a registered charity whose main activity is also the provision of educational facilities to Japanese nationals and which is based at Durham University.

Teikyo Foundation (UK) provides a centralised accounting and payroll service for Teikyo University of Japan In Durham, a charity under common control.

During the year ended 31 March 2023, Teikyo Foundation (UK) incurred payroll costs of £428,067 (2022: £357,601) and other expenses of £26,347 (2022: £27,330) on behalf of Teikyo University of Japan In Durham. These amounts were recharged at cost and repayments totalling £505,794 (2022: £377,797) were made by Teikyo University of Japan In Durham during the year.

At the 31 March 2023, Teikyo University of Japan In Durham Limited owed Teikyo Foundation (UK) an amount of £1,389,978 (2022: £1,430,320).

19 MEMBERS LIABILITY

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member. The number of members as at 31 March 2023 was 2 (2022: 2).

20 NOTES TO THE CASHFLOW STATEMENT

	2023	2022
	£	£
Reconciliation of operating result to net cash inflow from operating activities		
Net movement in funds	(818,932)	(753,657)
Gains on investments	(873,523)	(712,675)
Depreciation	109,033	103,687
Bank interest received	(7,504)	(26,164)
Increase/(Decrease) in creditors	207,936	43,325
(Increase)/Decrease in debtors	(46,196)	(1,650)
	<u>(1,429,186)</u>	<u>(1,347,134)</u>

21 PENSIONS

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £91,984 for the year ended 31 March 2023 (2022: £84,991).