

COMBE BANK EDUCATIONAL TRUST
REGISTERED CHARITY NO: 1007871
REGISTERED COMPANY NO: 1067557
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

COMBE BANK EDUCATIONAL TRUST

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COMBE BANK EDUCATIONAL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

Combe Bank Educational Trust is a private company limited by guarantee and a registered charity. The directors who are also the charity trustees will be referred to as "trustees" and the company as the "charity" throughout these financial statements. The trustees present their annual report and accounts for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts, 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) and the Companies Act 2006.

Reference and Administrative details

Registration Numbers

Company registration number 1067557
Charity registration number 1007871

Principal and Registered office

10 Queen Street Place, London EC4R 1AG

Directors and Trustees

The directors of the company, who are also the charity trustees and are referred to throughout these financial statements as "trustees", who served during the period were:

Mrs A Gilbert
P H Dickinson (Chairman and Company Secretary)
N Keen
J D Marnham

Administrators and accountants

Haysmacintyre LLP, 10 Queen Street Place, London EC4R 1AG

Independent Examiner

Jane Askew ACA
Haysmacintyre LLP, 10 Queen Street Place, London EC4R 1AG

Solicitors

Wedlake Bell LLP, 71 Queen Victoria Street, London EC4V 4AY

Investment managers

James Hambro & Partners LLP, 45 Pall Mall, London SW1Y 5JG

Bankers

Lloyds Bank Plc, 15 Blackheath Village, Blackheath, London, SE3 9LH

COMBE BANK EDUCATIONAL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management

Constitution

Combe Bank Educational Trust is a company incorporated under the Companies Act and is a registered charity. The company is limited by guarantee, does not have a share capital and the liability of its members, the trustees, is limited to £1 each. The company's governing document is its Articles of Association which were adopted by members by a special resolution on 22 October 2015. These Articles of Association replace the company's former Memorandum and Articles of Association of 24 August 1972 as amended on 23 June 1997 and 29 January 2007.

The trustees, who do not receive any remuneration, are responsible for the operation of the charity. Recruitment of new trustees will be undertaken by the existing trustees as vacancies arise. When recruiting new trustees the trustees look for individuals with skills and experience which are of value to the charity. Any potential trustee will be interviewed by the existing trustees and if appointed will be provided with a pack of information including a copy of the accounts and Articles of Association.

The trustees consider the board of trustees to be the key management personnel of the charity in charge of directing and controlling, running and operating the Charity on a day to day basis. All trustees give of their time freely and no trustee received remuneration in the year. Details of trustees expenses and related party transactions are disclosed in note 11 to the accounts. The Charity has no employees.

Objectives, activities and achievements

The Charity's objectives, as set out in its Articles of Association, are to promote and provide for the advancement of education and in particular to support the work of education establishments and to fund or assist in the funding of education for children and young people in England.

In addition to distributing the charity's available income the trustees are prepared to distribute some of its unrestricted funds if suitable applications are received.

During the year the charity awarded a £9,780 bursary to a pupil attending Radnor House Sevenoaks School and made a donation of £7,600 to Limpsfield Grange School for new computer equipment and the construction of an outdoor seating and eating area. In addition the trustees held discussions with various educational establishments and agreed to increase their donation offer to Horizons Seaside Primary School, towards the construction of a new sports and activities building, from £205,000 to £333,000, offered Limpsfield Grange School £48,000 for the conversion of an existing building into a new classroom and £200,000 to Gunnersbury Catholic School towards the construction of a new classroom block. These donation offers are subject to certain performance conditions which have not yet been met and therefore have not been charged to the Statement of Financial Activities but are shown in the accounts as contingent liabilities, note 12.

The trustees' objective for the coming year is to support educational causes at least to the extent of the charity's total net income for the year, and if suitable applications are received from the charity's general funds.

The trustees confirm that they have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to the public guidance published by the Charity Commission when reviewing the charity's aims and objectives and in planning future activities.

Investment Policy and Performance

The Articles of Association empower the trustees to invest in such stocks, investments and property as they see fit and within the law and to appoint an investment manager.

The trustees engage James Hambro & Partners LLP as investment managers with the investment brief to adopt a medium risk investment strategy. The Trustees have agreed benchmarks by which to judge investment performance and the performance achieved for the year fell below the agreed benchmarks. The trustees understand the reasons for the slight underperformance and believe that an appropriate investment strategy has been adopted for the longer term.

COMBE BANK EDUCATIONAL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

Financial Review

Investment income for the year of £54,172 (2020 - £80,449) decreased by £26,277 on the previous year, reflecting the negative impact the pandemic has had on the ability of companies to maintain the level of their dividend distributions. Total income for the year amounted to £54,172 (2020 - £80,467). Charitable expenditure for the year amounted to £24,812 (2020 - £401,708) which when added to the investment management fee of £37,300 (2020 - £37,817) resulted in net expenditure for the year of £7,940 (2020 - £359,058) before net (losses)/gains on investments.

The unrealised and realised gains and losses on the revaluation and disposal of investment assets for the year was a net gain of £537,973 (2020 - loss £167,378) resulting in an overall net income for the year of £530,033 (2020 - expenditure £526,436). The net assets at the balance sheet date amounted to £3,674,193 (2020 - £3,144,160) including investments and cash at bank of £3,930,179 (2020 - £3,472,329).

Fundraising

The Articles of Association empower the trustees to invest in such stocks, investments and property as they see fit and within the law and to appoint an investment manager. The charity does not fundraise from any other source.

Reserves review and policy

The charity has a strong balance sheet at 31 March 2021 with unrestricted funds of £3,674,193 (2020 £3,144,160). The trustees' policy going forward will be to keep sufficient reserves to be able to meet any financial commitments arising from the fulfilment of the charity's objectives.

Going Concern

All of the charity's distributions are discretionary and if required can be made as distributions from the charity's unrestricted fund. The market value of the charity's investment portfolio which underlies the unrestricted fund was £3,951,109 at 17 November 2021. As a consequence given the solid level of the charity's unrestricted fund, the discretionary nature of the charity's distributions and in the absence of any material uncertainties the trustees consider the charity to be a going concern for the forthcoming year and the foreseeable future.

Risk Management

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operation and finances of the charity, and are satisfied that systems are in place to mitigate exposure to the major risks. The trustees consider that the key risks relate to the charity's banking and investment operations both of which are carried out on behalf of the charity by independent regulated entities and the trustees also perform their own independent checks in these areas.

Plans for the future

The charity is managed with a view to it being able to continue its charitable activities in the years to come.

Statement of Trustees' Responsibilities

The Trustees 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).

The law applicable to charities in England & Wales 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 charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- . select suitable accounting policies and apply them consistently;
- . Observe the methods and principles in the Charities SORP;
- . Make judgements and estimates that are reasonable and prudent;

COMBE BANK EDUCATIONAL TRUST
TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

Statement of Trustees' Responsibilities (con't)

- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

P H Dickinson
P H DICKINSON
on behalf of the trustees

18 November 2021
Date

COMBE BANK EDUCATIONAL TRUST

INDEPENDENT EXAMINERS REPORT

I report to the Trustees on my examination of the accounts of Combe Bank Educational Trust for the year ended 31 March 2021 which are set out on pages 6 to 11.

Respective responsibilities of Trustees and Examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act"). The trustees are satisfied that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the charitable company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charitable company's accounts as carried out under section 145 of the 2011 Act. In carrying out my examination I have followed the requirements of the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.


Independent Examiner's Statement

Since the charity has prepared its accounts on an accruals basis I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention giving me cause to believe that in any material respect:

- 1) accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
- 2) the accounts do not accord with those records; or
- 3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
- 4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signature.....

Date.....**07/12/2021**

Jane Askew ACA
Chartered Accountant
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

COMBE BANK EDUCATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES (Including an Income and Expenditure Statement) FOR THE YEAR ENDED 31 MARCH 2021

		Unrestricted Funds 31 March 2021 £	Unrestricted Funds 31 March 2020 £
INCOME FROM			
Investments	2	54,172	80,449
Other		-	18
Total Income		<u>54,172</u>	<u>80,467</u>
EXPENDITURE ON			
Investment management fee	3	37,300	37,817
Charitable activities	3	24,812	401,708
Total Expenditure	3	<u>62,112</u>	<u>439,525</u>
Net Expenditure before gains and losses on Investments		(7,940)	(359,058)
Other recognised (losses)/gains:			
Net gains/(losses) on Investments	2	<u>537,973</u>	<u>(167,378)</u>
Net Income/(Expenditure)		530,033	(526,436)
Fund balance brought forward		3,144,160	3,670,596
Fund balance carried forward		<u><u>3,674,193</u></u>	<u><u>3,144,160</u></u>

All transactions are derived from continuing activities.

There are no recognised gains or losses other than the results for the year as set out above.

The notes on pages 8 to 11 form part of these financial statements.

COMBE BANK EDUCATIONAL TRUST

BALANCE SHEET AT 31 MARCH 2021


Company Number 1067557

		31 March 2021	31 March 2020
		£	£
FIXED ASSETS			
Investments	2	3,872,268	3,371,083
CURRENT ASSETS			
Cash at bank and on deposit		57,911	101,246
		<u>57,911</u>	<u>101,246</u>
Creditors: Amounts falling due within one year			
Creditors	7	(255,986)	(78,169)
NET CURRENT (LIABILITIES)/ASSETS		(198,075)	23,077
Creditors: Amounts falling due over one year	8	-	(250,000)
TOTAL NET ASSETS		<u>3,674,193</u>	<u>3,144,160</u>
General unrestricted funds	9	3,674,193	3,144,160
TOTAL CHARITY FUNDS		<u>3,674,193</u>	<u>3,144,160</u>

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006. The trustees acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

The financial statements on pages 6 to 11 were approved and authorised for issue by the trustees on 18 November 2021 and signed on its behalf by:



P H DICKINSON

Chairman of Trustees

The notes on pages 8 to 11 form part of these financial statements.

COMBE BANK EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

1 Principal Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation adopted in the preparation of the financial statements are as follows:

- (a) **Basis of accounting**

The financial statements have been prepared in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ('FRS102'), Accounting and Reporting by Charities: Statement of Recommended Practice for Charities (Second Edition, effective 1 January 2019), and the Companies Act 2006.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.
- (b) **Going Concern**

All of the charity's distributions are discretionary and if required will be made as distributions from the charity's unrestricted fund. The charity's investment portfolio, which underlies the unrestricted fund, had a market value of £3,862,209 at 31 October 2021. The charity has no distribution commitments apart from those disclosed in the accounts, including in note 12, all of which can be paid from realising individual holdings in the investment portfolio. As such given the solid level of the charity's unrestricted fund, the discretionary nature of the charity's distributions and in the absence of any material uncertainties the trustees consider the charity, which is a public benefit entity, to be a going concern for the forthcoming year and the foreseeable future.
- (c) **Income**

Income is accounted for on a receivable basis.
- (d) **Expenditure**

Expenditure is recognised on an accruals basis. Governance costs comprise those for the running of the charity.
- (e) **Bursaries**

Bursaries are awarded for one academic year and are subject to a review of the pupil's financial circumstances and an assessment by the school concerned. Bursaries are paid termly and an accrual is made in the accounts for the summer term commitment.
- (f) **Donations**

Donations are charged to the Statement of Financial Affairs when the charity has communicated its decision to award a donation to the recipient before the year end and any performance conditions attached to the award have been met. If the performance conditions have not yet been met the potential donation is shown as a contingent liability if the trustees consider it more than likely that the donation will eventually be paid.
- (g) **Investments**

Investments are stated at the middle market values ruling at the balance sheet date.

A continuous revaluation approach is adopted for investment assets. All unrealised and realised gains and losses on the revaluation and disposal of investment assets are included as a single row on the Statement of Financial Activities and in the notes to the accounts.
- (h) **Reserves**

Unrestricted funds are available as general funds.
- (i) **Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.
- (j) **Cash and cash equivalents**

Cash and cash equivalents includes cash and bank deposits with maturity of three months or less from the date of opening of the deposit.
- (k) **Foreign Currency**

Transactions in foreign currency are recognised at the rate of exchange at the date of the transaction. Assets held in foreign currency are translated into sterling at the exchange rate at the balance sheet date. All exchange rate differences are recognised through the statement of financial activities.

COMBE BANK EDUCATIONAL TRUST
NOTES TO THE FINANCIAL STATEMENTS

1 Principal Accounting Policies (Con't)

(l) Financial Instrument

The charity only has financial assets ("FA") and financial liabilities ("FL") of a kind that qualify as basic financial instruments. Basic financial instruments including cash, trade and other debtors, creditors, that are payable within one year and donations payable after one year are measured initially and subsequently at the undiscounted amount of cash or other consideration expected to be received or paid ("Amortised Cost"). Listed investments are measured to market value ("Fair Value") at each balance Sheet date and the resulting gains or losses on remeasurement are recognised in the Statement of Financial Activities.

	31 March 2021	31 March 2020
	£	£
FA held at amortised cost	207,204	655,268
FA held at fair value	3,722,975	2,817,061
FL held at amortised cost	(255,986)	(328,169)
	<u>3,674,193</u>	<u>3,144,160</u>

2 Investments

The charity's investments are registered in the name of S G Hambros (London), the nominee company of the charity's' investment managers.

Investments are revalued by reference to mid market values as at the 31 March 2021.

Investments comprise the following:

	Year ended 31 March 2021	Year ended 31 March 2020
	£	£
UK Quoted investments	985,985	862,747
Overseas quoted investments	2,183,875	1,564,735
Alternative Investments	553,115	389,579
Cash held as part of the investment portfolio	149,293	554,022
	<u>3,872,268</u>	<u>3,371,083</u>
Market value at 31 March 2020	2,817,061	3,444,353
Additions at cost	1,622,911	1,443,751
Market Value of Disposals	(1,254,970)	(1,903,665)
Net (Losses)/gains on revaluation and disposals	537,973	(167,378)
	<u>3,722,975</u>	<u>2,817,061</u>
Cash held in the investment portfolio	149,293	554,022
	<u>3,872,268</u>	<u>3,371,083</u>
Income		
UK quoted investments	19,661	51,820
Overseas quoted investments	34,511	28,629
	<u>54,172</u>	<u>80,449</u>

COMBE BANK EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

3	Analysis of Total Expenditure	Year	Year
		ended	ended
		31 March 2021	31 March 2020
		£	£
	Donations (note 6)	7,600	386,000
	Bursary awarded (note 4)	9,780	8,479
	Governance costs (note 5)	7,388	7,153
	Sundry	44	76
		<u>24,812</u>	<u>401,708</u>
	Investment management fee	37,300	37,817
		<u>62,112</u>	<u>439,525</u>

4 Bursaries

The charity awarded a bursary to one pupil (2020: one) who attended Radnor House Sevenoaks School (formerly Combe Bank School) during the 2020/21 academic year amounting in total to £9,780 (2020 : £8,479)

5	Governance costs	Year	Year
		ended	ended
		31 March 2021	31 March 2020
		£	£
	Accountancy and Secretarial fees	6,188	5,953
	Independent Examiners' fee	1,200	1,200
		<u>7,388</u>	<u>7,153</u>

6 Donations

6	Donations	Year	Year
		ended	ended
		31 March 2021	31 March 2020
		£	£
	Four Elms Primary School	-	23,000
	Issac Newton Primary School	-	13,000
	Moor House School & College	-	250,000
	Limpsfield Grange School	7,600	-
	Seal C of E Primary School	-	50,000
	Woodlea Primary School	-	50,000
		<u>7,600</u>	<u>386,000</u>

7 Creditors: amounts falling due within one year

7	Creditors: amounts falling due within one year	Year	Year
		ended	ended
		31 March 2021	31 March 2020
		£	£
	Bursary	3,260	2,529
	Other Creditors	2,726	2,640
	Donations	250,000	73,000
		<u>255,986</u>	<u>78,169</u>

COMBE BANK EDUCATIONAL TRUST
NOTES TO THE FINANCIAL STATEMENTS

8 Creditors: Amounts falling due after one year	Year ended 31 March 2021 £	Year ended 31 March 2020 £
Donations	-	250,000

The donation was paid in July 2021.

9 Reconciliation of movement in reserves	Unrestricted Funds £	Total Year ended 31 March 2021 £	Total Year ended 31 March 2020 £
1 April 2020	3,144,160	3,144,160	3,670,596
Net Income/(expenditure) the year	530,033	530,033	(526,437)
31 March 2021	3,674,193	3,674,193	3,144,160

10 Share Capital

The charity is incorporated under the Companies Act as a private company limited by guarantee and does not have any share capital. The liability of members is limited to a sum not exceeding £1.00 being the amount each member undertakes to contribute to the assets of the charity in the event of it being wound up.

11 Trustees Remuneration and related party transactions

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity. No trustee expenses have been reimbursed.

12 Contingent Liabilities

The charity has constructive obligations to three schools for donations which are subject to certain performance conditions which have not yet been met, totalling £581,000. The trustees believe it more than likely that the conditions relating to these donations will eventually be met and the donations paid in the next financial year. The payments will be made from the charity's investment portfolio which had a market value of £3,951,109 at 17 November 2021.