

# BFSS

BRITISH & FOREIGN SCHOOL SOCIETY  
Educational Opportunity for All



**ANNUAL REPORT AND FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2021

Charity registration number: 314286

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**ANNUAL REPORT AND FINANCIAL  
STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2021**

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**ESTABLISHED 1808 - INCORPORATED BY ROYAL CHARTER 1906**  
THE TWO HUNDRED AND FIFTEENTH REPORT

## BRITISH & FOREIGN SCHOOL SOCIETY

### PRESIDENT

Rt Hon David Lammy MP

### VICE-PRESIDENT

Emeritus Professor John Furlong OBE

### COUNCILLORS

#### Chair of Council

Peter Miller BSc

#### Vice-Chair of Council

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#### Treasurer

David Baron FCA

.....

Anood Al-Samerai (from May 2021)

Tim Andrew BSc Cert Ed Adv Dip Ed Man

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Registered Charity No. 314286

## CONTENTS

PROFESSIONAL ADVISORS.....	4
ANNUAL REPORT.....	5
REPORT OF THE INDEPENDENT AUDITORS.....	13 - 15
STATEMENT OF FINANCIAL ACTIVITIES.....	16 - 17
BALANCE SHEET.....	18
CASH FLOW STATEMENT.....	19
NOTES TO THE FINANCIAL STATEMENTS.....	20 - 34
MEMBERS OF THE GRANTS COMMITTEE.....	35
MEMBERS OF THE FINANCE AND INVESTMENTS COMMITTEE.....	35
DELEGATES OF BFSS TRUST FUNDS.....	35
REPRESENTATIVES SERVING ON OUTSIDE BODIES.....	35

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## ANNUAL REPORT

### 1. Introduction

The Council present their report along with the financial statements of the British & Foreign School Society (BFSS) and the other charitable trusts for which BFSS is responsible, for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in the Notes to the Financial Statements below and comply with the BFSS Charter and applicable law.

### 2. Our heritage that guides us

The heritage that underpins BFSS remains important and relevant to our activities and decisions and is embedded in our charitable objects. The BFSS was formed in 1808 by Christian social reformers to carry on the work of Joseph Lancaster, a pioneer of school and teacher education. BFSS was then known as "The Society for Promoting the Royal British or Lancasterian System for the Education of the Poor". It changed its name to The British & Foreign School Society in 1814, was granted a Royal Charter in 1906, and its Royal Charter, Statutes and Byelaws were most recently updated in 2014.

With such a long history, BFSS has necessarily adapted over the years, but our heritage continues to define us and our priorities. Joseph Lancaster was a Quaker who became concerned that people from low income communities were denied the opportunity of education in the late 18th century. As a result, he was involved in the founding of schools throughout the UK and in many overseas countries with tuition based on his monitorial system. The BFSS today continues that work through our grant funding by seeking to ensure young people from disadvantaged communities across the world have access to quality education. From 1870, BFSS focused on teacher training and we continue to recognise the critical impact of teachers and make teacher training a priority area for funding.

Conserving our physical heritage continues to be important to us. Brunel University maintains our extensive archives and makes sure they are accessible for research. The British Schools Museum in Hitchin is a key partner for BFSS as we recognise its importance in ensuring Joseph Lancaster's work is visibly accessible for current and future generations to appreciate. The museum houses an 1837 Monitorial Schoolroom, the only one of its kind left in the world, three other historic classrooms, the Headmaster's House and a collection of 47,000 objects.

### 3. Objectives and activities for the public benefit

BFSS achieves its public benefit through its grant giving activities to support the education of young people from disadvantaged communities worldwide. The Council has referred to the Charity Commission's guidance on public benefit when developing its vision, mission, values and objectives. We review these each year, and make sure they inform our decisions.

#### 3.1 Vision

Educational opportunity for all.

#### 3.2 Mission

We seek to achieve our vision by providing funding and support to UK registered charities and educational establishments for educational projects in the UK and throughout the world reflecting our history and heritage.

#### 3.3 Values

We believe in the right of children and young people to be able to access high quality education as a driver for personal development, well-being, and equality of opportunity. Building on the heritage of Joseph Lancaster, we value effective teaching and learning, and the sharing of good practice. We are committed to inclusivity, integrity, and to valuing and respecting others in everything we do.

#### 3.4 Objectives

Following a review in 2020 our current strategy is based on 5 objectives:

1. To improve the quality, sustainability and access to education within international marginalised and deprived communities.
2. To improve the educational outcomes and life chances of Young Carers and Care Experienced Young People living in the UK.
3. To understand, report and share the impacts of BFSS grant giving.
4. To support the development of capacity among BFSS grantees thereby contributing measurably to the delivery of positive impact for children and young people in the education sector.
5. To develop the membership of the BFSS in terms of numbers and types of engagement in order to support the work of the BFSS.

### 3.5 Grant giving policy

Most of our grant giving (89% in 2021) is made through the main fund using our unrestricted income. Within the main fund we have separate priorities for UK and International grants. We continue to adopt a grant funding approach that favours small to medium sized charities, with annual income less than £2.5 million, and UK state-funded educational establishments. BFSS continues to believe that supporting high-quality projects in the UK is central to our heritage and future. We plan for around 30% of our grants from the main fund to support UK based projects.

In addition to the main fund BFSS runs several smaller restricted funds which all have individual priorities.

#### 3.5.1 UK main fund priorities

To further strengthen the focus and impact of our UK grant giving a separate UK funding strategy was launched during 2020, which focuses on improving the educational outcomes or life chances of Care Experienced Young People and Young Carers under the age of 25. This strategy offers fewer but larger grants than previously, up to £100,000 over 5 years. The first grants under this new strategy were awarded in 2021 and accounted for 34% of the total value of new grants awarded from the main fund in 2021.

#### Our UK grant aims are to:

- **Improve educational outcomes** - including the support of Care Experienced Young People and Young Carers to attend and engage in mainstream school life, improving their access to out of school support and increasing the number of education professionals able to understand their needs.
- **Improve life chances** - including improving the support for Care Experienced Young People and Young Carers (aged 16-24) to access further education, employment or training opportunities and improving support for them to remain engaged with these opportunities.
- **Encourage innovation** - by supporting new or innovative interventions that are evidence based, with an emphasis on evaluation and the intention that the intervention will be scaled up or replicated if successful.

### 3.5.2 International main fund priorities

To ensure that we deliver our mission internationally we fund projects that improve access and quality of education or the sustainability of educational projects for young people under the age of 25. We ensure that our grant giving delivers long-term improvement through the involvement of local communities, the capability and availability of teaching staff and fit-for-purpose infrastructure. Wherever possible, we fund projects that deliver benefits to the wider community that will be sustainable after our grant ends. Grants of up to £60,000 over 3 years are offered for international projects.

#### Our international grant aims are to:

- **Improve access to education** – including increasing the number of educational opportunities, especially for girls, (including construction of classrooms or latrines), increasing the number of qualified teachers trained in inclusive, non-discriminatory practices and improving community attitudes to educating children who are often excluded or overlooked.
- **Improve the quality of education** – including enhancing the quality of teaching and learning, improving access to extra-curricular support, increasing child friendly resources, and increasing access to aspirational vocational training opportunities including STEM and IT.
- **Improve the sustainability of education projects** – including encouraging educational projects with integrated community management or ownership, self-generating income and minimising their environmental impact.

Competition for funds is intense and priority is given to International projects that are:

- Re-establishing education where the provision of education has suffered from conflict or natural disaster.
- Enhancing the opportunities and reducing barriers for girls to access education.

### 4. 2021 achievements and future plans

#### 4.1 Grant giving Overview

In 2021, 43 new grants with a total value of £1,113,777 were awarded (2020: 32, £1,000,541), this includes:

- 4 UK project grants totalling £320,478
- 15 International project grants totalling £605,725
- 2 Dragon's Den prizes awarded at the Grants Workshop totalling £4,500

- 10 emergency grants to support existing grantees in the aftermath of the sudden withdrawal of committed funds by the Foreign, Commonwealth & Development Office (FCDO) totalling £127,489
- 12 grants awarded from the restricted funds totalling £55,585

Due to the number of high-quality UK project applications received in 2021, and the increase in investment returns, the new grant budget was increased to allow them all to be funded.

In addition, we continued to support 41 grants awarded in previous years, many of which had been paused or delayed due to the ongoing impacts of the Covid pandemic.

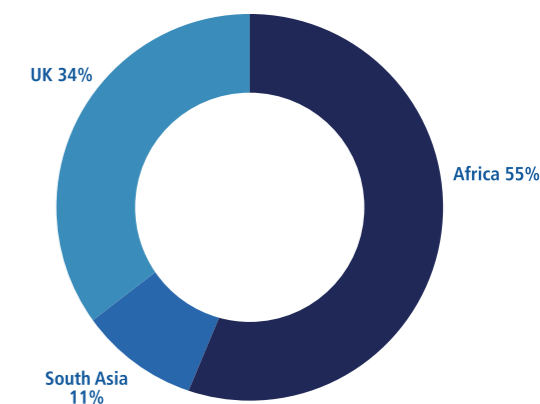
#### 4.2 Main fund grants

The average value of grant requests being received by BFSS for the main fund has rapidly increased over recent years, and this trend has been further amplified by the UK maximum grant value increasing from £60,000 to £90,000 in 2021. To improve the success rate for potential applicants the number of grant rounds held per year was reduced from 3 to 2 in 2021 and will remain at 2 per year for the foreseeable future.

The 2-stage application process was also further imbedded in 2021 and successfully reduced the time taken by applicants to submit their initial proposals. Across both rounds a total of 197 stage one applications were received, 62 applicants were subsequently invited to submit stage two applications, and 19 grants were awarded. The success rate for stage one applicants was 10% and 31% for stage two applicants.

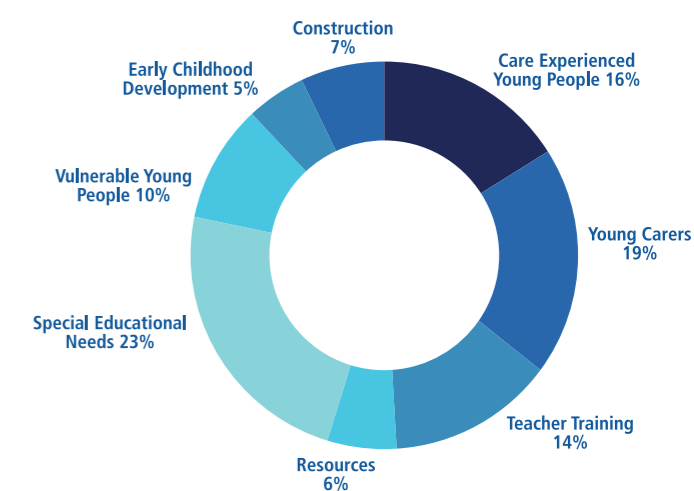
The previous 5-year average (2016 to 2020) for the number of applications received was 227, introducing the 2-stage application process has not therefore encouraged more applications. Details of the new grants awarded can be viewed on the BFSS website.

Unusually for BFSS the new main grants were all distributed within Africa, South Asia and the UK. Once more, Africa dominated our 2021 granting giving, receiving 55% (2020: 48%) of the new funds awarded as shown opposite. The launch of the new UK funding strategy resulted in 34% (2020: 24%) of new funding going towards UK based projects supporting Care Experienced Young People or Young Carers. This has exceeded our target of spending 30% of fund in the UK



New grant spend by location

Many projects have multiple, objectives and activities, and the categories listed in the chart opposite reflect only the main objective of projects. UK projects account for over one third of new grant value supporting Care Experienced Young People or Young Carers. Making education more inclusive for children with additional needs and teacher training, accounted for more than 50% of the funds awarded to new international projects.



New grant spend by purpose

#### 4.3 Emergency support grants

In March 2021 the Foreign, Commonwealth and Development Office (FCDO) reduced their commitment to international aid spending from 0.7% to 0.5% of GDP and consequently cut or cancelled almost all UK Aid funding streams. The impact on some of our international grant holders was devastating, particularly as this included funding which was already committed. Contracts with local organisations had been signed, staff had been recruited, and local communities, schools and education authorities were expecting services to be delivered after many months of relationship building.

Some organisations were given 90 days to terminate projects that were already well underway.

It became clear that this would have a huge impact, not just in terms of being able to deliver existing projects, but also the viability of organisations that rely on FCDO funding for a significant portion of overheads and salary costs. BFSS responded quickly and released emergency funding to help relieve some of the pressure on affected grant holders whilst they urgently sought alternative funding. We provided £127,489 to ten eligible grant holders, supporting them to deliver on their existing commitments and enabling them to continue working in their respective areas.

Although the BFSS contribution was relatively small and no substitute for the amount of FCDO funding withdrawn, our emergency support provided charities with breathing space to seek alternative funding or restructure their projects accordingly.

#### 4.4 Restricted funds

The BFSS restricted funds provide valuable grants to specific locations and for specific purposes. Our approach is to work with partners with the experience and local knowledge to make sure grant giving is effective and meets the individual requirements of each fund. We are currently working with the following:

- To support the BFSS Trust Fund and Alfred Bourne Trust we work with London South Bank University to help individuals entering teacher training.
- The Old British School Charity is dedicated to the areas around Bratton in Wiltshire and The Community Foundation for Wiltshire distributes the funds to individuals with additional needs in their pursuit of learning.
- The British School Charity in Saffron Walden has an active small group of locally based Trustees. The charity supports individuals in need of financial help to succeed in their education and local community organisations working with young people.
- To support the work of the Berridge Trust we work with The Food Centre which provides training to food technology teachers.
- A grant from the South Church Educational Fund was made to Auckland Youth and Community Centre.
- The Sarah Walker and Spafford Memorial Fund is usually distributed via our main fund projects which have an element of educational travel.

#### 4.5 Building capacity among our grant recipients

BFSS is committed to supporting grant holders to share learning with each other. BFSS hosts an annual Grants Workshop for grant holders to come together to share knowledge and experiences, learn new approaches and enjoy a safe space to discuss challenges. The theme of the 2021 Grants Workshop was the 'Voice of the Child' and was attended by 63 grant holders and BFSS Members.

Post-event evaluations showed that the workshop was an enormous success. Participants appreciated the importance of having a safe space to discuss issues with like-minded organisations, who not only understood their challenges but also had first-hand experience and were able to share ideas and alternative approaches.

The 2021 topic of the 'Voice of the Child' actively increased participant skillsets and motivations to improve their practice. One attendee commented on the workshop:

*"This showed me that you can always go further to promote meaningful child participation and that despite the challenges, the final outcome will always be worth it."*

To ensure the best possible use of funds, BFSS carried out a detailed analysis of the impact of its grants based on 21 projects in 14 countries across 4 continents (Kyrgyzstan, Kenya, Honduras, Uganda, Ghana, South Sudan, Nigeria, Sierra Leone, Democratic Republic of Congo, Tanzania, Zanzibar, Niger, Zambia, UK), which all submitted a final project report in 2021. The full report, 'The Impact of British and Foreign School Society Grants', can be seen in the publications section of the BFSS website.

#### 4.6 Sharing the impact of our grant-giving

BFSS has a structured process to evaluate the performance of our grants, as outlined in 5.3 below.

To ensure the best possible use of funds, BFSS carried out a detailed analysis of the impact of its grants based on 21 projects in 14 countries, which all submitted a final project report in 2021. The full report, 'The Impact of British and Foreign School Society Grants', can be seen in the publications section of the BFSS website.

The quantitative data supplied by the project reports, demonstrated that by spending £445,932 Internationally and £106,177 in the UK the following was achieved:

- 7 projects constructed schools, classrooms and gender appropriate hygiene facilities
- 10 projects focussed on teacher training
- 3 projects supported care experienced young people in the UK
- 15,570 children and young people now have access to improved education
- 658 girls enrolled into education for the first time
- 1,029 teachers were trained in child friendly pedagogy, discrimination and inclusion, or trauma awareness
- More than 300 schools were supported
- 42,201 other beneficiaries such as siblings and parents also benefitted.

The full report identified impact within four principal areas:

- **Educational standards and pupil attainment** levels have included quantifiable improvements in grades, often linked to improved attendance, significant increases in cognitive ability and emotional stability, higher pass rates in exams, and improvement in early childhood development.
- **The general quality of the learning environment**, achieved by new and refurbished buildings, desks, books, computers and importantly through teacher training. Such enhancements are clearly linked to improvement in educational standards and improved levels of attainment, as well as retention of students and staff.
- **The wider community**, promoting the concept of school as a 'community hub', helping to change attitudes and values, and providing work in construction projects. Our funding has also made an impact on education for girls where they are disadvantaged and marginalised.
- **The overall quality of life**, bringing health benefits from sanitation projects such as building latrines, and for vulnerable members of the community such as the disabled and 'at risk' people. Many of our projects help children and young people develop work and 'life' skills, improve attitudes to education and training, as well as personal relationships.

#### 4.7 Developing our Membership

BFSS is a membership organisation, the purpose of which is to bring together a community committed to supporting BFSS to deliver its vision of educational opportunity for all.

During 2021 and early 2022, 15 new Members joined bringing the total number of Members to 145 by 1 February 2022 when our Trustee election process for 2022 started. This is a decrease of 3% on the total number of Members compared to last year as a number of non-active Members decided to resign from the Membership during our annual audit of Members. Once again the 2021 Annual General Meeting (AGM) was held virtually on 15 May 2021, the event was chaired by our President, the Rt. Hon. David Lammy MP, and attended by 52 Members.

During 2021 a Membership review was started to identify how Members can play a more active role in supporting our vision beyond receiving our newsletters and exercising their statutory responsibilities through the AGM. In consultation with Members, two key strands of activity were agreed upon: shared learning between Members and current grant holders; and consultation/feedback to inform BFSS decision making.

Based on feedback received we are developing an online Forum to share learning and an annual conference in 2022 for both Members and current grant holders. Further work will be undertaken to evaluate the success of these activities and to also look at how we can diversify our Membership in the future.

#### 4.8 Impact of Covid-19 pandemic

The Covid pandemic continued to have an impact on our grantees in 2021 with numerous projects having to be adapted, paused or in the worst case brought to a close early.

Unlike 2020 where additional financial support of £23,839 was provided to 9 projects to cover additional costs relating to adaptations that were needed to work around the Covid restrictions, further financial support was not offered in 2021. However, we remained flexible and have worked with grant holders to approve changes to delivery plans and timescales wherever required. Only 10 of the 25 new awards made were able to start their project delivery in 2020, whereas only 2 out of the 19 new grants awarded in 2021 had to delay the planned project start date. Since the Covid pandemic hit the world in

March 2020, BFSS has supported 103 different grants during 2020 and 2021. The impact of Covid on these was:

- 9 (9%) projects delayed starting.
- 31 (30%) projects in progress had to be paused and the project duration extended.
- 5 (5%) projects in progress had to be paused and activities subsequently compressed to fit the original project timescale.
- 21 (20%) projects had to be delivered in a different way to originally planned.
- 4 (4%) projects had to be closed down early or entirely cancelled.

While the pandemic continues to have an impact, we remain committed to staying flexible and appreciating that it may not be possible for grantees to keep to pre-agreed deadlines or outcomes. We will therefore continue to engage with our grantees to establish the best way forward on a case-by-case basis.

#### 4.9 Future plans

In 2022 we plan to increase the value of new grants to be awarded compared to recent years. A new award budget of £1,100,000 for the main fund (2020: £900,000) and £50,500 (2020: £53,000) from the restricted funds has been agreed. In the current environment where small charities are struggling to secure income we will be paying particular attention to the long-term viability of the charities we fund and will therefore be implementing enhanced financial screening at the application review stage.

As mentioned in section 4.7 the review of our Membership will be progressed further to improve shared learning amongst Members and grant holders. We will also start to look at how well BFSS is addressing Diversity, Equity and Inclusion across all activities.

BFSS communications will also be improved with the launch of a new website in 2022.

### 5. Structure, governance and management

#### 5.1 Membership

BFSS Members are generally drawn from our past and present activities in education, teacher training, and charity organisations. The statutory role of Members is to elect the Councillors who act as Trustees of the charity at the AGM.

#### 5.2 Governance and structure

BFSS has a President and Vice-President who are elected by the Membership for a period of three years. In May 2021 the Rt Hon David Lammy MP was re-elected President and Professor John Furlong was re-elected Vice-President, both for a term of 3 years. BFSS is governed by a Council of Trustees drawn from and elected by Members. During a governance review in 2020 it was agreed the Council effectiveness would be improved by reducing its number from 12 to 10 people and this was subsequently approved at the 2021 AGM. The minimum number is 6. To ensure succession planning this reduction has been phased across 2021 and 2022 so that after the 2022 AGM there will be 10 Trustees on Council.

BFSS has an induction procedure for new Trustees. They are provided with relevant information on their role and responsibilities and are briefed by the Chairman. All Trustees are kept informed of the impact of BFSS through reports on funded projects. The Council annually reviews the work of individual Trustees and its sub-committees.

The Director's remuneration is set by a process which includes a review of performance against objectives by the Remuneration Committee which then makes a recommendation for approval to the Council.

In 2021 Council Meetings were held in March, June and November, with the annual strategy meeting in June 2021. There are two subsidiary committees, the Grants Committee and the Finance and Investments Committee, both of which meet at least twice a year and report to the Council.

The BFSS has a series of policies and terms of reference, which are subject to a regular review schedule to ensure they are up to date and fit for purpose.

#### 5.3 Robust and effective grant-giving

BFSS makes grants in accordance with its Charter and within the financial limits set by Council each year. Its grant giving is project-driven and supports a broad range of programmes in the UK and internationally. The criteria for grant giving are available on the BFSS website. We operate an online grant application system, this was further improved for main fund applications in 2020 by introducing a 2-stage application process thereby saving applicants a great deal of time in preparing their initial proposals.

The Grants Manager conducts an initial assessment of all main fund stage one grant applications and invites the project proposals which meet the criteria and are of the highest quality to submit a stage two application. Following a detailed review of stage two applications by the Director and Grants Manager, in consultation with the Chair of the Grants Committee, applications which are considered suitable are selected for review by the Grants Committee with an individual Trustee taking the lead on each application. Applications for the subsidiary trusts are referred to the appropriate Committee for review.

The Trustees make decisions according to the criteria set out in the BFSS Grant Giving and Management policy, in line with our objectives. Recommendations from the Grants Committee for main fund applications and from the relevant Committee for the subsidiary Trusts are reported to the full Council.

We have a structured process to ensure rigorous evaluation of the impact of our grants, and we hold grant recipients accountable for delivering the outputs and outcomes to which they have committed. Every grant application is required to specify three or four main outcomes, and every project must have a well-defined plan for monitoring and evaluation. The reporting process is linked to the release of funds, to ensure we always retain the right to withhold or vary grants where projects are struggling to meet their outcomes. Grant recipients are required to submit progress reports annually for grants up to £10,000 per year and 6-monthly for larger grants in addition to the end of project report. Each progress report is reviewed by the Director or Grants Manager before releasing further funding. When a project is not delivered to plan, a triage system is in place to determine whether the Director, Chair of the Grants Committee or the Grants Committee itself should make the decision on the future of the grant.

BFSS places great emphasis on ensuring that improved educational outcomes for our beneficiaries are clearly identified. Construction projects are required to provide an additional report one year after the formal completion of the construction project, to give time for impacts to emerge.

The subsidiary trusts for which BFSS is responsible provide grants to individuals and to organisations. These trusts are detailed in Note 12 to the Financial Statements.

### 6. Financial review

#### 6.1 Reserves policy

The entire General Reserve (£27,553,849) at 31 December 2021, (2020: £25,010,882) is an unrestricted fund which would be available to meet unexpected costs of the charity. The Trustees do not therefore feel it appropriate to specify a minimum level for free reserves.

In addition to the General Reserve, at 31 December 2021 BFSS held revaluation reserves of £160,000 (2020: £160,000) derived from the fair value of the George Dent Nursery, endowment funds of £1,307,334 (2020: £1,190,437) and restricted funds of £545,809 (2020: £559,252). At 31 December 2021, the total funds of the BFSS stood at £29,566,992 (2020: £26,920,571).

#### 6.2 Risk Management Policy

BFSS maintains an active risk register which encompasses all areas of our activities. This risk register is reviewed, together with risk mitigation decisions and actions made, on an ongoing basis by the BFSS Council. Other principal risks identified by Trustees were those associated with ensuring robust succession planning, ensuring policies are up to date and compliant with relevant regulations, particularly with regard to safeguarding, and ensuring that our investment policy continues to maximise income to support the delivery of our objects in a time of change.

#### 6.3 Pension Policy

BFSS continues to operate a pension scheme for its employees, providing an employer's contribution of 8% of qualifying earnings. Monthly pension contributions are paid to the provider by direct debit.

#### 6.4 Financial results

Grants paid during 2021 amounted to £876,194 (2020: £756,795). This represents a 16% increase on the previous year, as many of the projects that were paused due to Covid in 2020 were able to progress during 2021. Subsequently the net expenditure of £492,580 (2020: £364,290) is a 35% increase on the previous year reflecting the increase in grant payments following the 11% increase in investment income and the net gain on investments of £3,139,001 compared to £228,992 in the previous year. The BFSS Investment Policy states that the Trustees will normally draw between £1m and £1.25m each year, which means that there is an expectation that the grant giving programme will be partly funded by investment income and partly by capital gains on those investments.

## 6.5 Income

BFSS' main source of income is its investment portfolio. Its investment policy is for the portfolio, consisting principally of equities and fixed interest stocks, to be managed on a total return basis to produce a regular income stream while maintaining its capital base in real terms. The performance target for the portfolio, which is managed by Investec Wealth & Investment Limited, is a real return (after taking account of headline CPI or zero, whichever is greater, and investment management fees) of at least 4.0% on a rolling three-year basis.

Early 2022 has seen considerable investment market volatility caused by inflation and interest rate concerns, and the Russia/Ukraine situation which have all had a negative impact on the BFSS investment value and potential income. The investments will be carefully monitored to ensure the above policy remains appropriate.

The BFSS Investment Policy does not permit investment directly in companies that have more than 10% of their business relating to either; the production or sale of tobacco products, the promotion of gambling in any form, the production or sale of weapons or armaments, or the production, distribution and retail of pornographic media. In addition, investment is prohibited in companies with evidence of human rights abuses in the supply chain, both direct and indirect, including the use of child labour. Investec are also required to review its direct investment holdings to determine the degree to which any investment has unmanaged Environmental, Social and Governance (ESG) risks. The investment manager will provide regular reports showing the ESG risk rating for its investments and the objective is to see this score reduce each year.

At the end of December 2021 the value of the investment portfolio was £29,329,745 (2020: £26,707,154), which represented an actual total return net gain after fees for the year of 13.8%, 8.4% after taking into account CPI of 5.4%. The total cumulative return of the Fund for the three years was 29.9% net of investment management fees and after taking into account CPI of 7.4%.

During the year the BFSS withdrew £1,012,000 (2020: £898,000) to support its grant giving activities and running costs. This amounted to approximately 3.5% of the value of the portfolio on 31 December 2021. Overall income amounted to £649,678, in comparison to £647,027 in the previous year, of which £629,262 (2020: £565,731) was from investments.

BFSS does not engage in public fundraising activities, and accordingly has nothing to report with regards to the Fundraising Act disclosures.

## 6.6 Property

The George Dent Nursery School in Darlington continues to be held by BFSS as an investment property and is leased to Darlington Local Education Authority. The property is valued at 10 times rental value and as the annual rent receivable is currently £16,000, the value of the investment property is £160,000.

## 6.7 General expenditure other than grants

The expenditure on support and governance costs during the year was £155,755 (2020: £154,731) and amounted to 13.6%, (2020: 15.3%) of total expenditure including grants. The decrease in the percentage was predominantly due to the increase in grant expenditure as support and governance costs were very similar to the previous year. Three part-time staff, equivalent to just over two full-time staff are employed.

## 6.8 Responsibilities of the Council in relation to the financial statements

The BFSS Council is responsible for preparing the Trustees' Annual Report and 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 and Wales requires the Trustees to prepare financial statements for each 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 the financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be 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 charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations, and the provisions of the Charter. They are also responsible for safeguarding the assets of the charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

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



**Peter Miller**  
Chair of BFSS

**Dated:** 30 March 2022

## 7.0 Independent Auditor's Report to the Trustees of The British & Foreign School Society

### 7.1 Opinion

We have audited the financial statements of The British & Foreign School Society (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet 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 charity's affairs as at 31 December 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

### 7.2 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 charity 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.

### 7.3 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 charity'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.

#### 7.4 Other information

The Trustees are responsible for the other information. 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 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.

#### 7.5 Matters on which we are required to report by exception

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

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

#### 7.6 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 charity'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 cease operations, or have no realistic alternative but to do so.

#### 7.7 Auditor's responsibilities for the audit of the financial statements

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

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

#### 7.8 Extent to which the audit was 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:

- Agreement of the financial statement disclosures to underlying supporting documentation to assess compliance with those laws and regulations having an impact on the financial statements and disclosure requirements. In particular, Accounting and Reporting by Charities: Statement of Recommended Practice;
- Enquiries and confirmation of management and the trustees as to their identification of any non-compliance with laws or regulations, or any actual or potential claims;
- Review of minutes of Board meetings throughout the period;
- incorporating unpredictability into the nature, timing and/or extent of testing.
- In relation to the risk of management override of internal controls, by undertaking procedures to review journal entries and evaluating whether there was evidence of bias that represented a risk of material misstatement due to fraud; and
- We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that 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, misrepresentations or through collusion.

There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

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.

#### 7.9 Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

#### Katherine Dee FCA (Senior Statutory Auditor)



For and on behalf of  
Begbies Chartered Accountants & Statutory Auditor  
9 Bonhill Street  
London EC2A 4DJ

Begbies Chartered Accountants is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2021

Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
<b>INCOME</b>					
Donations and legacies	3,607	-	-	3,607	59,207
<b>Investment income</b>					
Rents receivable	16,000	-	-	16,000	16,000
Investment income	603,398	15,280	10,584	629,262	565,731
Interest receivable	776	19	13	808	6,089
Permanent endowment transfer to income	3,418	14,011	(17,428)	1	
<b>Total income</b>	<b>627,199</b>	<b>29,310</b>	<b>(6,831)</b>	<b>649,678</b>	<b>647,027</b>
<b>EXPENDITURE</b>					
<b>Expenditure on raising funds</b>					
Investment managers fees	103,711	1,681	4,917	110,309	98,077
Property expenditure	-	-	-	-	1,714
<b>Expenditure on charitable activities</b>					
Grants and costs	945,255	86,694	-	1,031,949	911,526
<b>Total expenditure</b>	<b>1,048,966</b>	<b>88,375</b>	<b>4,917</b>	<b>1,142,258</b>	<b>1,011,317</b>
<b>Net expenditure and net movement in funds before net gains on investments</b>					
	<b>(421,767)</b>	<b>(59,065)</b>	<b>(11,748)</b>	<b>(492,580)</b>	<b>(364,290)</b>
<b>Gross transfers between funds</b>					
Expendable endowment transfer between funds	7,598	3,672	(11,270)	-	-
Management charges to restricted funds	5,888	(5,888)	-	-	-
<b>Net expenditure before other recognised gains and losses</b>	<b>(408,281)</b>	<b>(61,281)</b>	<b>(23,018)</b>	<b>(492,580)</b>	<b>(364,290)</b>
<b>Other recognised gains and losses</b>					
Net gains on investments	2,951,248	47,838	139,915	3,139,001	228,992
<b>Net movement in funds</b>	<b>2,542,967</b>	<b>(13,443)</b>	<b>116,897</b>	<b>2,646,421</b>	<b>(135,298)</b>
<b>Reconciliation of funds</b>					
Total funds brought forward	25,170,882	559,252	1,190,437	26,920,571	27,055,869
<b>Total funds carried forward</b>	<b>27,713,849</b>	<b>545,809</b>	<b>1,307,334</b>	<b>29,566,992</b>	<b>26,920,571</b>

The notes numbered 1 to 13 form part of these financial statements.  
All amounts relate to continuing activities.

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2020

Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2020 £
<b>INCOME</b>				
Donations and legacies	591	58,616	-	59,207
<b>Investment income</b>				
Rents receivable	16,000	-	-	16,000
Investment income	544,344	21,387	-	565,731
Interest receivable	5,864	225	-	6,089
<b>Total income</b>	<b>566,799</b>	<b>80,228</b>	<b>-</b>	<b>647,027</b>
<b>EXPENDITURE</b>				
<b>Expenditure on raising funds</b>				
Investment managers fees	92,210	1,495	4,372	98,077
Property expenditure	1,714	-	-	1,714
<b>Expenditure on charitable activities</b>				
Grants and costs	837,949	73,577	-	911,526
<b>Total expenditure</b>	<b>931,873</b>	<b>75,072</b>	<b>4,372</b>	<b>1,011,317</b>
<b>Net expenditure and net movement in funds before net gains on investments</b>				
	<b>(365,074)</b>	<b>5,156</b>	<b>(4,372)</b>	<b>(364,290)</b>
<b>Gross transfers between funds</b>				
Management charges to restricted funds	5,528	(5,528)	-	-
<b>Net expenditure before other recognised gains and losses</b>	<b>(359,546)</b>	<b>(372)</b>	<b>(4,372)</b>	<b>(364,290)</b>
<b>Other recognised gains and losses</b>				
Net gains on investments	224,639	8,657	(4,304)	228,992
<b>Net movement in funds</b>	<b>(134,907)</b>	<b>8,285</b>	<b>(8,676)</b>	<b>(135,298)</b>
<b>Reconciliation of funds</b>				
Total funds brought forward	25,305,789	550,967	1,199,113	27,055,869
<b>Total funds carried forward</b>	<b>25,170,882</b>	<b>559,252</b>	<b>1,190,437</b>	<b>26,920,571</b>

The notes numbered 1 to 13 form part of these financial statements.  
All amounts relate to continuing activities.

## BALANCE SHEET

AT 31 DECEMBER 2021

	Note	2021		2020	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible fixed assets	5		2,204		4,524
Investment properties	5		160,000		160,000
Investment assets	6,7		29,329,745		26,707,154
			<b>29,491,949</b>		<b>26,871,678</b>
<b>CURRENT ASSETS</b>					
Debtors and prepayments	8	2,519		3,196	
Cash at bank and in hand		176,739		195,182	
		<b>179,258</b>		<b>198,378</b>	
<b>LIABILITIES</b>					
Creditors: amounts falling due within one year	9	(104,215)		(149,485)	
<b>NET CURRENT ASSETS</b>			<b>75,043</b>		<b>48,893</b>
<b>NET ASSETS</b>			<b>29,566,992</b>		<b>26,920,571</b>
<b>REPRESENTED BY:</b>					
<b>CAPITAL ACCOUNT</b>					
Unrestricted funds					
General reserve			27,553,849		25,010,882
Revaluation reserve			160,000		160,000
			<b>27,713,849</b>		<b>25,170,882</b>
Restricted funds	11		545,809		559,252
Endowment funds	12		1,307,334		1,190,437
<b>TOTAL CHARITY FUNDS</b>			<b>29,566,992</b>		<b>26,920,571</b>

The notes numbered 1 to 13 form part of these financial statements.

Approved by the Council and authorised for issue on

and signed on its behalf by

Peter Miller - Chair

David Baron - Treasurer

## CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2021

	See Note Below	2021	2020
		£	£
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Net cash provided by (used in) operating activities</b>	1	<b>(1,177,978)</b>	<b>(944,531)</b>
<b>Cash flows from investing activities:</b>			
Dividends, interest and rents from investments		646,071	587,820
Purchase of property, plant and equipment		-	(571)
Proceeds from sale of investments		8,396,812	6,255,028
Purchase of investments		(7,918,669)	(6,498,689)
<b>Net cash provided by (used in) investing activities</b>		<b>1,124,214</b>	<b>343,588</b>
<b>Change in cash and cash equivalents in the reporting period</b>		<b>(53,764)</b>	<b>(600,943)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>	2	<b>499,296</b>	<b>1,100,239</b>
<b>Cash and cash equivalents at the end of the reporting period</b>		<b>445,532</b>	<b>499,296</b>
<b>NOTE 1: Reconciliation of net income (expenditure) to net cash flow from operating activities</b>			
		2021	2020
		£	£
<b>Net income (expenditure) for the reporting period (as per the statement of financial activities)</b>		<b>2,646,421</b>	<b>(135,298)</b>
<b>Adjustments for:</b>			
Depreciation charges		2,320	2,401
Revaluation Surplus on Investment Property		-	-
Unrealised (gains)/losses on investments		(2,633,515)	(1,071,556)
Realised (gains)/losses on investments		(505,486)	842,564
Dividends, interest and rents from investments		(646,071)	(587,820)
Non-cash investment income		2,946	(5,952)
(Increase)/decrease in debtors		677	(394)
Increase/(decrease) in creditors		(45,270)	11,524
<b>Net cash provided by (used in) operating activities</b>		<b>(1,177,978)</b>	<b>(944,531)</b>
<b>NOTE 2: Analysis of cash and cash equivalents</b>			
		2021	2020
		£	£
Cash in hand		176,739	195,182
Un-invested cash		268,793	304,114
<b>Total cash and cash equivalents</b>		<b>445,532</b>	<b>499,296</b>
<b>NOTE 3: Reconciliation of net debt</b>			
		2021	2020
		£	£
Cash in hand		195,182	304,114
Un-invested cash		(18,443)	(35,321)
<b>At the beginning of the reporting period</b>		<b>176,739</b>	<b>268,793</b>
<b>At the end of the reporting period</b>		<b>176,739</b>	<b>268,793</b>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

### 1. ACCOUNTING POLICIES

#### a) Basis of preparation

The British and Foreign Society is an unincorporated charity registered in England and Wales, registered charity number 314286. The registered office is 7-14 Great Dover Street, London SE1 4YR. The objectives and activities are as noted in the Annual Report.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note to these financial statements. The financial statements have been prepared in accordance with 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) – (Charities SORP (FRS 102)) and the Charities Act 2011. The accounts are prepared in £ being the functional currency of the charity and round to the nearest £.

The British & Foreign School Society meets the definition of a public benefit entity under FRS 102. The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern because BFSS has over £29.3m of investments which is more than sufficient to cover at least 12 months of expenditure.

The most significant area of adjustment and key assumption that affects items in the financial statement relates to estimating the fair value of the investment property (see note 1(c) below).

#### b) Fixed assets

Fixed assets, with the exception of investment properties, are included at cost and are depreciated on a straight line basis over their useful lives at the following rates:

- Furniture and equipment 33%
- Computer equipment 25%

#### c) Investment properties

Investment properties are included in the financial statements at fair value. The Council has formerly valued the one remaining freehold property, the George Dent Nursery in Darlington, on the basis of ten times the annual rental income. The historic cost of the property is £1 (2020: £1).

#### d) Investment assets

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing market price. The Statement of Financial Activities includes the net gains and losses arising on the revaluation and disposals throughout the year. BFSS does not acquire put options, derivatives or other complex financial instruments.

#### e) Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequently to the first day of the financial year.

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

#### f) Donations and similar incoming resources

Donations and similar incoming resources are included in the financial statements in the year in which they are receivable. All donations and legacy income is attributable to unrestricted funds.

## NOTES TO THE FINANCIAL STATEMENTS (continued)

#### g) Investment income

Investment income and any related income tax recoverable are included in the financial statements in the year in which they are receivable.

#### h) Rental income

Rental income is normally credited in the financial statements in the year to which it relates. All rental income is attributable to unrestricted funds.

#### i) Expenditure

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. Expenditure is included in the statement of financial activities on an accruals basis and includes irrecoverable VAT.

#### j) Charitable activities

Charitable activities include grants by BFSS and the associated support costs. Grants are accounted for in the year in which the commitment is given, all relevant conditions having been fulfilled.

#### k) Support and governance costs

Support costs represent the cost of administering the affairs and managing and maintaining the assets of BFSS and of the other trust funds administered by BFSS.

Governance costs comprise all costs relating to the public accountability of BFSS and its compliance with regulation and good practice. These costs include the cost of Council meetings together with statutory audit fees.

#### l) Fund accounting

Trust funds that are the responsibility of BFSS are included in these accounts as restricted and endowment funds and details of the nature and purpose of each fund is set out in notes 11 to 12.

#### m) Leases

Rentals payable under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

#### n) Financial instruments

BFSS 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.

#### o) Debtors

Debtors are amounts owed to the Society. They are measured on the basis of their recoverable amount.

#### p) Cash and cash equivalents

Cash at bank is held to meet the day to day running costs of BFSS as they fall due. Cash equivalents are short term, highly liquid investments.

#### q) Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of the past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that BFSS anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**2. CHARITABLE EXPENDITURE - GRANTS**

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Unrestricted Funds £	Restricted Funds £	Total 2020 £
<b>International projects</b>						
A Partner in Education	26,977	-	26,977	11,978	-	11,978
AbleChildAfrica	14,920	-	14,920	3,247	-	3,247
Advantage Africa	10,000	-	10,000	3,337	-	3,337
African Adventures Foundation	13,776	-	13,776	-	-	-
African Revival	14,832	-	14,832	-	-	-
Africa's Children in Education	-	-	-	18,650	-	18,650
Amala Education	21,500	-	21,500	8,975	-	8,975
Anti-Slavery International	-	-	-	15,648	-	15,648
Asecondchance	19,050	-	19,050	19,000	-	19,000
Banooda Aid Foundation	-	-	-	5,010	-	5,010
Baynards Zambia Trust	-	-	-	7,500	-	7,500
Build Africa	-	-	-	6,576	-	6,576
Carers Worldwide - new application	12,455	-	12,455	-	-	-
Carers Worldwide - reversed	(11,575)	-	(11,575)	11,575	-	11,575
Challenge Aid	4,644	-	4,644	6,620	-	6,620
Chance for Childhood	15,000	-	15,000	-	-	-
Child Rescue Nepal	13,741	-	13,741	-	-	-
ChildHope UK	9,996	-	9,996	9,996	-	9,996
Children on the Edge	10,000	-	10,000	39,958	-	39,958
Diapalante	6,328	-	6,328	5,921	-	5,921
Disability and Development Partners (DDP)	19,742	-	19,742	11,729	-	11,729
EduKaid	19,065	-	19,065	9,065	-	9,065
Entraide (Mutual Aid)	20,000	-	20,000	-	-	-
Feed the Minds	-	-	-	3,000	-	3,000
Fields of Life	8,953	-	8,953	-	-	-
Health and Hope UK	-	-	-	7,890	-	7,890
Healthprom	19,945	-	19,945	9,945	-	9,945
Hope for Children	-	-	-	10,000	-	10,000
inhive	9,180	-	9,180	9,180	-	9,180
International Needs	-	-	-	15,614	-	15,614
Irise International	35,000	-	35,000	10,000	-	10,000
j8 Educational Partnerships	-	-	-	4,019	-	4,019
Kidasha	10,740	-	10,740	-	-	-
Kyanninga CDC Trust	29,843	-	29,843	-	-	-
Learning for Life	10,900	-	10,900	-	-	-
Lyra in Africa	12,979	-	12,979	11,182	1,029	12,211
Mobile Education Partnerships (MEP)	6,263	-	6,263	16,464	-	16,464
Money for Madagascar	4,058	-	4,058	8,135	-	8,135
Omushana	-	-	-	550	-	550
Pamoja Leo	10,000	-	10,000	-	-	-
Practical Tools Initiative	10,000	-	10,000	-	-	-
Raising Futures Kenya	2,076	-	2,076	17,828	-	17,828
Read International	-	-	-	6,250	-	6,250
Redearth Education	20,702	-	20,702	13,885	-	13,885
Rural Africa	-	-	-	5,828	-	5,828
Rwanda Action	11,600	-	11,600	-	-	-
Rwanda Aid	-	-	-	10,900	-	10,900
Sabre Education	14,861	-	14,861	-	-	-
Sense International	9,965	-	9,965	9,966	-	9,966
Signpost International	18,761	-	18,761	9,037	-	9,037
SreetInvest	19,239	-	19,239	-	-	-
Standing Voice	15,990	-	15,990	14,899	-	14,899
Teach A Man To Fish	14,980	-	14,980	29,902	-	29,902
Teach2Teach International	28,721	-	28,721	-	-	-
Team Kenya	-	-	-	12,405	-	12,405
Temwa	10,000	5,103	15,103	-	8,170	8,170
The Erayim Aid Trust UK	-	-	-	11,427	-	11,427
The Mwezi Foundation	-	5,002	5,002	-	-	-
Toybox	12,398	-	12,398	18,518	-	18,518
Transform Africa	-	19,400	19,400	-	9,311	9,311
United World Schools	-	-	-	3,597	-	3,597
Women's Education Partnership	-	-	-	6,338	-	6,338
World Child Cancer UK	-	-	-	8,117	-	8,117
	<b>587,605</b>	<b>29,505</b>	<b>617,110</b>	<b>479,661</b>	<b>18,510</b>	<b>498,171</b>

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**2. CHARITABLE EXPENDITURE - GRANTS**

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Unrestricted Funds £	Restricted Funds £	Total 2020 £
<b>NOTE 2 CONTINUED</b>						
<b>UK projects</b>						
Aspire Academy Trust (Bugle School)	-	-	-	6,000	-	6,000
Carefree Fostering Ind. Cornwall emerge	30,588	-	30,588	15,079	-	15,079
Finding Rhythms	-	-	-	12,868	-	12,868
Glebe House	-	-	-	7,250	-	7,250
Hatfield Primary Academy - Astrea Academy Trust	6,850	-	6,850	7,500	-	7,500
Hitchin British Schools Trust	-	-	-	6,850	-	6,850
HUB for SUCCESS through Edinburgh Napier University	22,500	-	22,500	7,415	-	7,415
Hull FC Rugby Community Sports & Education Foundation	-	-	-	22,500	-	22,500
Kinship Care N Ireland	5,700	-	5,700	8,650	-	8,650
Northants Music & Performing Arts Trust	6,000	-	6,000	5,780	-	5,780
Ormiston Academies Trust (OAT)	-	-	-	6,740	-	6,740
Parents and Children Together (PACT)	11,231	-	11,231	11,250	-	11,250
Refugee Education UK	-	10,685	10,685	19,862	-	19,862
Royal Caledonian Education Trust	15,000	-	15,000	-	-	-
Scotswood Natural Community Garden	-	-	-	20,000	-	20,000
Sheffield Young Carers	28,269	-	28,269	2,500	-	2,500
SIEVEMK Gateway	9,995	-	9,995	-	-	-
Sistema Cymru	7,240	-	7,240	9,996	-	9,996
Solent Youth Action	-	-	-	7,240	-	7,240
Tower Hamlets Education Business Partnership	-	-	-	5,880	-	5,880
Volunteer Tutors Organisation	28,581	-	28,581	15,337	-	15,337
Yes Future	-	-	-	4,860	-	4,860
YMCA Sutton Coldfield	29,941	-	29,941	-	-	-
	<b>201,895</b>	<b>10,685</b>	<b>212,580</b>	<b>203,557</b>	<b>-</b>	<b>203,557</b>
<b>Grants from restricted funds to organisations</b>						
Auckland Youth & Community Centre	-	5,000	5,000	-	-	-
Food Teachers Centre	-	3,500	3,500	-	5,500	5,500
Joanna Eden Outreach CIC	-	4,870	4,870	-	-	-
Katherine Semar Junior School	-	1,694	1,694	-	-	-
London South Bank University	-	8,000	8,000	-	6,000	6,000
R A Butler Academy School	-	-	-	-	368	368
Radwinter C of E Primary School	-	4,771	4,771	-	2,619	2,619
Saffron Walden County High School	-	4,750	4,750	-	23,200	23,200
The Friends of Great Chesterford Primary Academy	-	5,000	5,000	-	-	-
Theatre Unboxed	-	1,000	1,000	-	-	-
Uttlesford Buffy Bus Association (Buffy Playbus)	-	-	-	-	4,880	4,880
Wiltshire Community Foundation	-	16,000	16,000	-	12,000	12,000
	-	<b>54,585</b>	<b>54,585</b>	-	<b>54,567</b>	<b>54,567</b>
<b>Total institutional grants</b>	<b>789,500</b>	<b>94,775</b>	<b>884,275</b>	<b>683,218</b>	<b>73,077</b>	<b>756,295</b>
Grants from restricted funds to individuals	-	1,000	1,000	-	500	500
<b>Total individual grants</b>	<b>-</b>	<b>1,000</b>	<b>1,000</b>	<b>-</b>	<b>500</b>	<b>500</b>
<b>Total grants</b>	<b>789,500</b>	<b>95,775</b>	<b>885,275</b>	<b>683,218</b>	<b>73,577</b>	<b>756,795</b>
<b>Less: Grants returned during the year</b>	<b>-</b>	<b>(9,081)</b>	<b>(9,081)</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>789,500</b>	<b>86,694</b>	<b>876,194</b>	<b>683,218</b>	<b>73,577</b>	<b>756,795</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**3. CHARITABLE EXPENDITURE**

	International projects £	UK projects	Total 2021 £
<b>Grants</b> (see note 2)	<b>6 08,029</b>	<b>268,165 8</b>	<b>876,194</b>
<b>Support costs</b>			
Salaries and office costs	92,937	40,989	133,925
Legal and professional costs	7,707	3,399	11,106
	<b>100,644</b>	<b>44,388</b>	<b>145,032</b>
<b>Governance costs</b>			
Audit	4,747	2,093	6,840
Legal and professional costs	2,114	9 33	3,047
Trustee training	69	30	99
Council and Committee meetings	511	226	737
	<b>7,441</b>	<b>3,282</b>	<b>10,723</b>
	<b>716,114</b>	<b>315,835</b>	<b>1,031,949</b>
	International projects £	UK projects	Total 2020 £
<b>Grants</b> (see note 2)	498,171	258,624	756,795
<b>Support costs</b>			
Salaries and office costs	82,083	42,613	124,696
Legal and professional costs	9,252	4,803	14,055
	<b>91,335</b>	<b>47,416</b>	<b>138,751</b>
<b>Governance costs</b>			
Audit	4,747	2,093	6,840
Legal and professional costs	5,760	2,540	8,300
Trustee training	125	55	180
Council and Committee meetings	458	202	660
	<b>11,090</b>	<b>4,890</b>	<b>15,980</b>
	<b>600,596</b>	<b>310,930</b>	<b>911,526</b>

Support and governance costs have been allocated in proportion to project location.

**4. STAFF COSTS & RELATED PARTY TRANSACTIONS**

	2021 £	2020 £
Salaries	91,389	92,066
Social security costs	4,985	5,085
Pension contributions	5,701	5,565
Consultants fees	6,306	6,375
Accountancy services	4,800	7,680
	<b>113,181</b>	<b>116,771</b>

The average number of employees during the year was:

Management and administration	<b>3</b>	<b>3</b>
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No staff employee received remuneration amounting to more than £60,000 in the year (2020: None).

BFSS considers its key management personnel to comprise the members of the council and the BFSS Director. The Society delegates the day-day running of the charity to its Director. The ultimate responsibility lies with the Trustees. The remuneration of the Director in the year was £50,917 (2020: £48,757) including pension and employers' National Insurance.

BFSS bought in accountancy services from Godfrey Wilson which cost £4,800 (2020: Helen Taylor Thompson Foundation (trading as CAN Mezzanine) which cost £2,160 and Godfrey Wilson £5,520).

No remuneration was paid to any member of the Council during 2021 or 2020 and there are no related party transactions to disclose other than above. Reimbursement of expenses in relation to attendance at meeting amounted to £144 paid to one Trustee in 2021 (2020: £572 paid to 7 Trustees).

During the year a grant of £10,740 was paid to Kidasha, a charity of which J Miller is Chief Executive. J Miller does not have overall control of Kidasha, and did not attend the grants committee meeting where the grant was decided.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

5. FIXED ASSETS	Freehold land & buildings £	Furniture & equipment £	Total £
<b>COST &amp; VALUATION</b>			
At 1st January 2021	160,000	11,574	172,574
Additions	-	-	-
Revaluation surplus	-	-	-
Disposals	-	-	-
At 31st December 2021	<b>160,000</b>	<b>11,574</b>	<b>171,574</b>
<b>DEPRECIATION</b>			
At 1st January 2021	-	7,050	7,050
Charge for the year	-	2,320	2,320
Disposals	-	-	-
At 31st December 2021	-	<b>9,370</b>	<b>9,370</b>
<b>NET BOOK VALUE</b>			
At 31st December 2021	<b>160,000</b>	<b>2,204</b>	<b>162,204</b>
At 31st December 2020	160,000	4,524	164,524

Freehold land and buildings comprise investment properties which are not depreciated.

Council values the freehold property, the George Dent Nursery in Darlington, on the basis of ten times annual rental income. A new lease was agreed with the tenant for 2020 at an agreed rent of £16,000 per annum and Council increased the property valuation to £160,000 at the end of 2019 accordingly, resulting in an increase to the revaluation surplus of £4,000. The historic cost of this property is £1 (2020: £1).

**5a RENTS RECEIVABLE**

	2021 £	2020 £
George Dent Nursery, Darlington	<b>16,000</b>	16,000

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**6. UNITS HELD IN POOLED INVESTMENT FUND**

a) Number of units held	Units held 1 Jan 2021 No.	Units purchased No.	Units sold No.	Units held 31 Dec 2021 No.
<b>ENDOWMENT FUNDS</b>				
Wilmslow Fund	2,360	-	-	2,360
Darlington College Building Fund	2,112	-	-	2,112
Alfred Bourne	315	-	-	315
British School Charity	2,917	-	-	2,917
Old British School	2,161	-	-	2,161
West Street Old British School	788	-	-	788
	<b>10,653</b>	-	-	<b>10,653</b>
<b>RESTRICTED FUNDS</b>				
BFSS Trust	1,652	-	-	1,652
Berridge Trust	344	-	-	344
South Church Trust	389	-	-	389
Sarah Walker and Spafford	1,258	-	-	1,258
	<b>3,643</b>	-	-	<b>3,643</b>
<b>UNRESTRICTED FUNDS</b>				
British & Foreign School Society	224,732	-	-	224,732
	<b>224,732</b>	-	-	<b>224,732</b>
	<b>239,028</b>	-	-	<b>239,028</b>

The charity invests the assets of all its funds into a single investment portfolio in order to minimise the costs of management. The portfolio is invested in a wide range of listed equities and fixed income holdings. In order to allocate the investments to each fund the portfolio is nominally divided into unitholdings.

**b) Value of units held**

	Fund market value 1 Jan 2021 £	Funds invested (redeemed) in year £	Increase/ (decrease) in fund value £	Fund market value 31 Dec 2021 £
<b>ENDOWMENT FUNDS</b>				
Wilmslow Fund	263,723	-	25,897	289,620
Darlington College Building Fund	235,983	-	23,173	259,156
Alfred Bourne	35,208	-	3,456	38,664
British School Charity	325,934	-	32,006	357,940
Old British School	241,496	-	23,714	265,210
West Street Old British School	88,093	-	8,651	96,744
	<b>1,190,437</b>	-	<b>116,897</b>	<b>1,307,334</b>
<b>RESTRICTED FUNDS</b>				
BFSS Trust	184,545	-	18,122	202,667
Berridge Trust	38,384	-	3,774	42,158
South Church Trust	43,481	-	4,269	47,750
Sarah Walker and Spafford	140,579	-	13,803	154,382
	<b>406,989</b>	-	<b>39,968</b>	<b>446,957</b>
<b>UNRESTRICTED FUNDS</b>				
British & Foreign School Society	25,109,728	-	2,465,726	27,575,454
	<b>25,109,728</b>	-	<b>2,465,726</b>	<b>27,575,454</b>
	26,707,154	-	2,622,591	29,329,745
<b>Value per unit</b>	<b>111.73</b>			<b>122.70</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

7. POOLED INVESTMENT FUND	Investments £	Un-invested cash £	Total £
Opening value at 1 January 2021	26,403,040	304,114	26,707,154
<b>FUND MOVEMENTS</b>			
Investments acquired at cost	7,918,669	(7,918,669)	-
Proceeds of investments sold	(8,396,812)	8,396,812	-
Realised gains on sale of investments during the year	505,486	-	505,486
Unrealised gains on investments during the year	2,633,515	-	2,633,515
Exchange rate differences		(4,539)	(4,539)
Non-cash investment income	(2,946)	-	(2,946)
Investment income receivable	-	629,262	629,262
Investment management fees paid	-	(126,187)	(126,187)
Distributions to funds during the year	-	(1,012,000)	(1,012,000)
<b>NET FUND MOVEMENTS</b>	<b>2,657,912</b>	<b>(35,321)</b>	<b>2,622,591</b>
<b>CLOSING VALUE OF FUND AT 31 DECEMBER 2021</b>	<b>29,060,952</b>	<b>268,793</b>	<b>29,329,745</b>

	Investments	Cash	Total
UK fixed interest	881,982	-	881,982
Overseas fixed interest	812,117	-	812,117
UK equities	10,194,482	-	10,194,482
European equities	1,513,796	-	1,513,796
US equities	8,091,328	-	8,091,328
Other worldwide equities	3,240,295	-	3,240,295
<b>Managed funds</b>			
Emerging economies	556,117	-	556,117
UK property	1,335,732	-	1,335,732
Infrastructure	2,213,253	-	2,213,253
Commodities	221,850	-	221,850
Cash on deposit	-	268,793	268,793
	<b>29,060,952</b>	<b>268,793</b>	<b>29,329,745</b>

7a. INVESTMENT RETURN	2021 £	2020 £
Unrealised gains on investments during the year	2,633,515	1,071,556
Realised (losses)/gains on investment during the year	505,486	(842,564)
Net gains on investment assets	3,139,001	228,992
Investment income receivable (see note 7b))	629,262	565,731
Investment management fees paid and accrued	(110,309)	(98,077)
	<b>3,657,954</b>	<b>696,646</b>

The charity derives the majority of its income from the above investments. Whilst most of the funds held by the charity are available to meet expenditure, the trustees must balance the needs of current beneficiaries against those of the future. For this reason, although largely not a permanently endowed fund, the charity uses a total return basis in order to inform its budgeted expenditure across all funds.

The trustees report includes further discussion regarding the investment policy of the charity.

The trustees budgeted to spend from the investment returns detailed above £1,398,014 (2020: £1,025,632) to cover the spending requirements of the charity in the year. The remainder of the investment returns are to remain invested.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

7b. INVESTMENT INCOME	2021 £	2020 £
UK fixed interest	14,680	40,023
Overseas fixed interest	7,646	15,519
UK equities	373,448	316,765
European equities	23,719	17,400
US equities	46,011	26,665
Other worldwide equities	27,594	18,572
UK property	53,607	51,495
Alternative assets	80,452	77,229
Other	2,105	2,063
Income from pooled investments	<b>629,262</b>	<b>565,731</b>

8. DEBTORS AND PREPAYMENTS	2021 £	2020 £
<b>Due within one year</b>		
Sundry debtors and prepayments	2,519	3,196

9. CREDITORS AND ACCRUALS	2021 £	2020 £
Grants payable	80,742	109,720
Rent received in advance	4,000	4,000
Other creditors	19,473	35,765
	<b>104,215</b>	<b>149,485</b>

**10. FINANCIAL COMMITMENTS**

*a) Other grants*

At the year end the BFSS has the intention to pay grants totalling £1,147,687 (2020:£933,440) in the future which have not been included in the accounts as they are conditional on the recipients providing satisfactory evidence that they have met the reporting requirements required by BFSS.

*b) Leases*

BFSS is currently located in shared offices in London with an annual licence fee of £4,750. Service costs are based on usage and charged quarterly in arrears. The licence is terminable at three months notice giving a commitment of £1,188.

*c) Archive*

By Deed of Covenant and Gift signed on 11 December 2013 BFSS made a gift of the Archive to Brunel University. No further payment to Brunel University in respect of the Archive will therefore be made, nor will any further insurance costs be incurred.

*d) Capital commitments*

BFSS has no capital commitments at 31 December 2021 (2020: £ nil).

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**11. RESTRICTED FUNDS**

**TRUSTS AND OTHER FUNDS ADMINISTERED BY BFSS**

	Total restricted funds		Richard Pain Trust		BFSS Trust		Alfred Bourne	
	2021 £	2020 £	2021 £	2020 £	2021 £	2020 £	2021 £	2020 £
<b>Incoming resources</b>								
<b>Donations</b>	-	58,616	-	58,616	-	-	-	-
<b>Investment income</b>								
Pooled investment fund	15,280	21,387	-	-	4,348	3,909	-	746
Bank interest	19	225	-	-	5	41	-	7
Permanent endowment transfer to income	14,011	-	-	-	-	-	1,365	-
<b>Total incoming resources</b>	<b>29,310</b>	<b>80,228</b>	<b>-</b>	<b>58,616</b>	<b>4,353</b>	<b>3,950</b>	<b>1,365</b>	<b>753</b>
<b>Resources expended</b>								
Direct charitable expenditure	86,694	73,577	31,609	17,481	6,000	4,000	2,000	2,000
Management and administration								
- investment management fees	1,681	1,495	-	-	761	678	-	-
- transfer from main fund	5,888	5,528	-	-	1,076	1,010	205	193
<b>Total resources expended</b>	<b>94,263</b>	<b>80,600</b>	<b>31,609</b>	<b>17,481</b>	<b>7,837</b>	<b>5,688</b>	<b>2,205</b>	<b>2,193</b>
<b>Net expenditure before (losses)/gains on investments</b>	<b>(64,953)</b>	<b>(372)</b>	<b>(31,609)</b>	<b>41,135</b>	<b>(3,484)</b>	<b>(1,738)</b>	<b>(840)</b>	<b>(1,440)</b>
Expendable endowment transfer	3,672	-	-	-	-	-	-	-
Net gains on investments	47,838	8,657	-	-	21,690	1,582	-	302
<b>Net movement in funds</b>	<b>(13,443)</b>	<b>8,285</b>	<b>(31,609)</b>	<b>41,135</b>	<b>18,206</b>	<b>(156)</b>	<b>(840)</b>	<b>(1,138)</b>
Fund balances brought forward	559,252	550,967	41,135	-	196,065	196,221	5,902	7,040
Fund balances carried forward	545,809	559,252	9,526	41,135	214,271	196,065	5,062	5,902

Restricted funds represent the income of other charitable trusts which are administered by BFSS and unavailable for general charitable expenditure or donations which have been received for a specified purpose.

Name of Fund	Purpose of Fund
Richard Pain Trust	A restricted fund created by a grant from the Richard Pain Trust allocated to specific beneficiaries.
The British & Foreign School Society Trust (BFSS Trust) (Charity number 312516)	To provide financial assistance or award scholarships or grants to persons in the London Boroughs of Bermondsey, Bethnal Green, Poplar, Southwark and Stepney in connection with their education.
The Alfred Bourne Trust Fund (subsidiary of Charity number 314286)	To provide financial assistance to persons undertaking education up to the age of 30.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**11. RESTRICTED FUNDS**

**TRUSTS AND OTHER FUNDS ADMINISTERED BY BFSS (continued)**

Berridge Trust		British School Charity		South Church Educational Fund		Sarah Walker and Spafford Memorial Fund		Old British School	
2021 £	2020 £	2021 £	2020 £	2021 £	2020 £	2021 £	2020 £	2021 £	2020 £
-	-	-	-	-	-	-	-	-	-
906	814	-	6,904	1,024	921	3,312	2,977	5,690	5,116
1	8	-	73	1	10	4	32	8	54
-	-	12,646	-	-	-	-	-	-	-
<b>907</b>	<b>822</b>	<b>12,646</b>	<b>6,977</b>	<b>1,025</b>	<b>931</b>	<b>3,316</b>	<b>3,009</b>	<b>5,698</b>	<b>5,170</b>
<b>4,000</b>	<b>5,500</b>	<b>22,085</b>	<b>31,567</b>	<b>5,000</b>	<b>-</b>	<b>-</b>	<b>1,029</b>	<b>16,000</b>	<b>12,000</b>
159	141	-	-	180	160	581	516	-	-
224	210	1,902	1,785	253	238	819	770	1,409	1,322
<b>4,383</b>	<b>5,851</b>	<b>23,987</b>	<b>33,352</b>	<b>5,433</b>	<b>398</b>	<b>1,400</b>	<b>2,315</b>	<b>17,409</b>	<b>13,322</b>
<b>(3,476)</b>	<b>(5,029)</b>	<b>(11,341)</b>	<b>(26,375)</b>	<b>(4,408)</b>	<b>533</b>	<b>1,916</b>	<b>694</b>	<b>(11,711)</b>	<b>(8,152)</b>
-	-	-	-	-	-	-	-	3,672	-
<b>4,518</b>	<b>330</b>	<b>-</b>	<b>2,795</b>	<b>5,110</b>	<b>373</b>	<b>16,520</b>	<b>1,205</b>	<b>-</b>	<b>2,070</b>
<b>1,042</b>	<b>(4,699)</b>	<b>(11,341)</b>	<b>(23,580)</b>	<b>702</b>	<b>906</b>	<b>18,436</b>	<b>1,899</b>	<b>(8,039)</b>	<b>(6,082)</b>
<b>43,934</b>	<b>48,633</b>	<b>42,816</b>	<b>66,396</b>	<b>55,885</b>	<b>54,979</b>	<b>159,690</b>	<b>157,791</b>	<b>13,825</b>	<b>19,907</b>
<b>44,976</b>	<b>43,934</b>	<b>31,475</b>	<b>42,816</b>	<b>56,587</b>	<b>55,885</b>	<b>178,126</b>	<b>159,690</b>	<b>5,786</b>	<b>13,825</b>

Name of Fund	Purpose of Fund
The Berridge Trust (subsidiary of Charity number 314286)	To promote the training of cookery teachers.
The British School Charity (subsidiary of Charity number 314286)	To promote the education of persons under the age of 25 in the neighbourhood of Saffron Walden.
The Sarah Walker and Spafford Memorial Fund (administered under Charity number 314286)	To provide grants for educational travel for young people.
South Church Educational Fund (subsidiary of Charity number 314286)	To promote education in the area of the District of the Wear Valley.
Old British School (Charity number 309444)	To promote the education of persons under the age of 25 who are in need of financial assistance and live within a radius of 20 miles from Bratton, Wiltshire, preference being given to those resident in Bratton.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**12. ENDOWMENT FUNDS**

**TRUSTS AND OTHER FUNDS ADMINISTERED BY BFSS**

	Total endowment funds		Wilmslow		Darlington	
	2021	2020	2021	2020	2021	2020
	£	£	£	£	£	£
<b>Incoming resources</b>						
<b>Investment income</b>						
Permanent endowment pooled investment fund	10,584	-	-	-	-	-
Permanent endowment bank interest	13	-	-	-	-	-
Permanent endowment transfer to income	(17,428)	-	-	-	-	-
<b>Total incoming resources</b>	<b>(6,831)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Resources expended</b>						
Investment management fees	4,917	4,372	1,089	968	975	867
<b>Net expenditure before (losses)/gains on investments</b>	<b>(11,748)</b>	<b>(4,372)</b>	<b>(1,089)</b>	<b>(968)</b>	<b>(975)</b>	<b>(867)</b>
Expendable endowment transfer between funds	(11,270)	-	(4,011)	-	(3,588)	-
Net gains on investments	139,915	(4,304)	30,997	(954)	27,736	(853)
<b>Net movement in funds</b>	<b>116,897</b>	<b>(8,676)</b>	<b>25,897</b>	<b>(1,922)</b>	<b>23,173</b>	<b>(1,720)</b>
Endowment fund balances brought forward	1,190,437	1,199,113	263,723	265,645	235,983	237,703
Endowment fund balances carried forward	1,307,334	1,190,437	289,620	263,723	259,156	235,983

Endowment funds represent capital amounts held by the charity for the longer term to generate income for the charity or the other trusts which are administered by BFSS. Endowment funds share in the total return from the investment funds. This allows trustees to invest endowment funds to maximise total return and to apply an appropriate proportion of the total return to income for the year and so be available for expenditure. BFSS has two types of endowment fund, permanent and expendable endowment funds.

Expendable endowments income can be spent as unrestricted funds, unless the charity is restricted to the areas in which the income and capital can be spent. Where the charity holds permanent endowments there is no ability to spend the original capital funds. Having considered their obligations under the duty of even-handedness the trustees made a transfer of £11,270 of the total return from the expendable endowment funds to income funds and a transfer of £17,428 of the total return from the permanent endowment funds to income funds. In making these decisions the trustees have taken into account the current investment climate, the return on investment for the year and the income needs of BFSS.

Name of Fund	Purpose of Fund
Wilmslow British School Endowment Fund (subsidiary of Charity number 314286)	The fund is an expendable endowment, however the capital is restricted. The original value of the capital is unknown. As authorised by the Charity Commissioners, BFSS continues to apply the clear income of this fund for its general purposes.
Darlington College Building Fund	The fund is an expendable endowment, however the capital is restricted. The original value of the capital is unknown. As authorised by the Charity Commissioners, BFSS continues to apply the clear income of this fund for its general purposes.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**12. ENDOWMENT FUNDS**

**TRUSTS AND OTHER FUNDS ADMINISTERED BY BFSS (continued)**

	Alfred Bourne		British School Charity		Old British School		West Street	
	2021	2020	2021	2020	2021	2020	2021	2020
	£	£	£	£	£	£	£	£
	829	-	7,679	-	-	-	2,076	-
	1	-	9	-	-	-	3	-
	(1,365)	-	(12,645)	-	-	-	(3,418)	-
	(535)	-	(4,957)	-	-	-	(1,339)	-
	145	129	1,347	1,197	997	887	364	324
	(680)	(129)	(6,304)	(1,197)	(997)	(887)	(1,703)	(324)
	-	-	-	-	(3,671)	-	-	-
	4,136	(127)	38,310	(1,179)	28,382	(873)	10,354	(318)
	3,456	(256)	32,006	(2,376)	23,714	(1,760)	8,651	(642)
	35,208	35,464	325,934	328,310	241,496	243,256	88,093	88,735
	38,664	35,208	357,940	325,934	265,210	241,496	96,744	88,093

Name of Fund	Purpose of Fund
The Alfred Bourne Trust Fund (subsidiary of Charity number 314286)	The fund is a permanent endowment of which the original value is estimated to be £21,366. The income of the endowment is restricted as detailed in note 11.
The British School Charity (subsidiary of Charity number 314286)	The charity incorporates a permanent endowment of which the original value is estimated to be £150,529. The income of the endowment is restricted as detailed in note 11.
Old British School (Charity number 309444)	The Old British School is an expendable endowment. The income of the endowment is restricted as detailed in note 11.
West Street Old British School, Wareham (subsidiary of Charity number 314286)	The fund is a permanent endowment. The original value of the fund is £10,000. As authorised by the Charity Commissioners, BFSS continues to apply the clear income of this fund for its general purposes.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**13. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Tangible fixed assets and investment property	Pooled funds	Net current assets	Total 2021
	£	£	£	£
<b>Endowment funds</b>				
Wilmslow Fund - expendable endowment	-	289,620	-	289,620
Darlington College Building Fund - expendable endowment	-	259,156	-	259,156
Alfred Bourne- permanent endowment	-	38,664	-	38,664
British School Charity- permanent endowment	-	357,940	-	357,940
Old British School- expendable endowment	-	265,210	-	265,210
West Street Old British School- permanent endowment	-	96,744	-	96,744
	-	1,307,334	-	1,307,334
<b>Restricted funds</b>				
Richard Pain Trust	-	-	9,526	9,526
BFSS Trust	-	202,667	11,604	214,271
Alfred Bourne	-	-	5,062	5,062
Berridge Trust	-	42,158	2,818	44,976
British School Charity	-	-	31,475	31,475
South Church Trust	-	47,750	8,837	56,587
Sarah Walker and Spafford	-	154,382	23,744	178,126
Old British School	-	-	5,786	5,786
	-	446,957	98,852	545,809
<b>Unrestricted funds</b>				
British & Foreign School Society	162,204	27,575,454	(23,809)	27,713,849
	162,204	29,329,745	75,043	29,566,992
	Tangible fixed assets and investment property	Pooled funds	Net current assets	Total 2020
	£	£	£	£
<b>Endowment funds</b>				
Wilmslow Fund - expendable endowment	-	263,723	-	263,723
Darlington College Building Fund - expendable endowment	-	235,983	-	235,983
Alfred Bourne- permanent endowment	-	35,208	-	35,208
British School Charity- permanent endowment	-	325,934	-	325,934
Old British School- expendable endowment	-	241,496	-	241,496
West Street Old British School- permanent endowment	-	88,093	-	88,093
	-	1,190,437	-	1,190,437
<b>Restricted funds</b>				
Richard Pain Trust	-	-	41,135	41,135
BFSS Trust	-	184,545	11,520	196,065
Alfred Bourne	-	-	5,902	5,902
Berridge Trust	-	38,384	5,550	43,934
British School Charity	-	-	42,816	42,816
South Church Trust	-	43,481	12,404	55,885
Sarah Walker and Spafford	-	140,579	19,111	159,690
Old British School	-	-	13,825	13,825
	-	406,989	152,263	559,252
<b>Unrestricted funds</b>				
British & Foreign School Society	164,524	25,109,728	(103,370)	25,170,882
	164,524	26,707,154	48,893	26,920,571

**MEMBERS OF THE GRANTS COMMITTEE**

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Karen Hughes  
Vic Craggs  
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Jane Creasy

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**DELEGATES OF BFSS TRUST FUNDS**

**The Alfred Bourne Trust Fund**  
Officers of BFSS

**Berridge Trust**  
Officers of BFSS

**The British School Charity**  
Jo Durning  
Claire Cameron  
Diana Hoy  
Matthew Blayney  
Ann Geeves  
Alison Stewart

**Sarah Walker & Spafford Memorial Fund**  
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**TRUSTEES OF THE BFSS TRUST**  
BFSS Council

**TRUSTEES OF THE OLD BRITISH SCHOOL**

BFSS Council

**REPRESENTATIVES SERVING ON OUTSIDE BODIES**

**TRUSTEES:**

**Caroline Lindley's Educational Foundation, Norwich**  
Christopher Watt  
Jenny Hoult

**Great and Little Leighs Educational Charity, Essex**  
No representative during 2021

**Prior's Charity, Chesham**  
Tim Andrew

**Steeple Bumpstead Educational Charity**  
Rosemarie O'Hare

**GOVERNORS:**

**Isleworth and Syon School for Boys**  
Dr Emily Tomlinson

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