

**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

**REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 31 DECEMBER 2011**

**Charity No: 1129776**

**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

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# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## TRUSTEES' REPORT

31 December 2011

The Trustees are pleased to present their report and financial statements for the year ended 31 December 2011.

### Reference and administration information

Charity Name	The King Edward's School Birmingham Trust
Charity Registration Number	1129776
Registered Office	King Edward's School Edgbaston Park Road Birmingham B15 2UA

### Trustees

Trustees who served during the period and up to the date of this report are set out below.

Mr S G Campbell  
Mr J P N Martin  
Mr R P M Thomson  
Mr J A Cloughton  
Mr S M Southall  
Mr M J Woodward

### Auditors

Clement Keys  
Chartered Accountants and Statutory Auditors  
39/40 Calthorpe Road  
Edgbaston  
Birmingham  
B15 1TS

### Bankers

Lloyds TSB  
134 New Street  
Birmingham  
B2 4QZ

### Solicitors

Cobbetts LLP  
One Colmore Square  
Birmingham  
B4 6AJ

### Investment Managers

Ruffer LLP  
80 Victoria Street  
London  
SW1E 5JL

# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## TRUSTEES' REPORT (continued)

31 December 2011

### Structure, governance and management

#### Governing document

The King Edward's School Birmingham Trust is a registered charity (Number: 1129776) and is set up as an independent scheme under a Declaration of Trust dated 7 May 2009.

#### Trustee recruitment and training

The Declaration of Trust provides for a minimum of 3 Trustees to a maximum of 15 Trustees. The Chief Master of King Edward's School is normally a Trustee and both the Governors of the Schools of King Edward the Sixth in Birmingham and the Directors of the Old Edwardians' Association have the right to appoint two Trustees each. New Trustees are appointed by the existing Trustees and serve for 3 years after which they may put themselves forward for re-appointment. When recruiting new Trustees individuals are sought who have the skills, knowledge and experience needed for the effective management of the Trust.

New Trustees are made aware of their responsibilities and are helped to familiarise themselves with the practical and financial operations. To assist them they are provided with a copy of the Declaration of Trust, minutes of recent Trustee meetings, the latest Trust report and statement of accounts and any appropriate Charity Commission publications. All Trustees give of their time freely and no Trustee remuneration was paid in the year.

#### Organisational structure

All matters of policy and management are determined by the Trustees who meet three times per year and at such other times as circumstances require. The Trustees have appointed the Development Committee, working under an agreed terms of reference, to advise the Trustees on fundraising matters. This committee is chaired by John Claughton, the Chief Master and a Trustee, and also meets three times per year. All Trustees are able to attend these meetings.

#### Risk management

The Trustees continue to keep under review the major operational and strategic risks to which the Trust is exposed and are satisfied that systems and controls are in place to minimise exposure to such risks as may exist. Policy documents that the Trustees have put in place include an ethical policy, a systems and controls document and a gift acceptance policy.

#### Public benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's objectives and in planning for future activities. In particular, the Trustees have considered how planned activities will contribute to the aims and objectives set.

#### Objectives

The mission of the Trust, as set out in the Declaration of Trust, is: "The advancement of education by supporting the provision of education at King Edward's School, Birmingham ("the School") in such ways as the Trustees see fit in particular (but without prejudice to the generality of the foregoing) by providing funds to support the provision of bursaries to boys on the basis of financial need to enable them to attend the School."

# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## TRUSTEES' REPORT (continued)

31 December 2011

### Achievements and performance

#### Achievements

The Trustees are very pleased with the achievements and performance of the Trust during its second year of operation and they are very grateful to all the donors who have supported the charity. Over £3.1 million was raised<sup>1</sup> and over £3.0 was received in income from over 550 donors. Over £600,000 of the income received was for Assisted Places. £2.3m of the income received was a major donation towards a new Modern Languages building at King Edward's School.

The fundraising work undertaken in 2011 has built on the success of the achievements in 2010. This work included face-to-face solicitations to find further "sponsors" to fund Assisted Places for individual boys. By the end of 2011 there were 11 such sponsors. It also included telephone and direct mail solicitations to find further Direct Debit donors. By the end of 2011 there were over 300 such donors. The second telephone fundraising campaign, which took place in August 2011, raised £100,000.

#### Grants

The Trustees are pleased to report that three grants were made during the year totalling £93,732. This money was used towards the funding of 19 Assisted Places within King Edward's School. The Trustees agreed in January 2012 to make available a further £105,000 per year for the purpose of funding at least ten full-fee equivalent Assisted Places for boys starting in September 2012. As a result the Trustees expect the Trust to be providing funding towards at least 28 Assisted Places by the end of 2012.

#### Financial review

The Trust's financial statements are set out on pages 7 to 16.

The total net income received by the Trust was £2,933,343 of which £45,512 was reclaimed Gift Aid. The Trust received donations from 552 different donors during the year.

#### Investment policy

During the year the Trustees undertook a tendering exercise to find an investment manager for the Trust. In May 2011 they appointed Ruffer LLP as the investment manager. Ruffer were chosen because of their charity experience, their record of consistent returns over varying market cycles and a long-held goal of protecting capital over rolling 12-month periods. All Trust investments are invested in accordance with their investment policy.

#### Grant making policy

The Trustees decide in January every year, based on both the received income and pledged income, the number of Assisted Places to fund for the following September. The Trustees will grant an Assisted Place over seven years based on pledged regular income, even if the income has not yet been received. However the Trustees will only grant a place using received single cash income if the total cost of the place over the whole seven years is available. Grants are made three times per year at the Trustee meetings in January, May and September.

#### Reserves policy

It is the policy of the Trustees to distribute the majority, although not necessarily the total amount, of received and projected Trust income. As a result the Trustees may carry some undistributed income forward to the following financial year.

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<sup>1</sup> **Amount raised:** The total amount of money either received as income or pledged over future years. This figure also includes Gift Aid where applicable.

# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## TRUSTEES' REPORT (continued)

31 December 2011

### Plans for the future

The Trustees recognise that the first two years of the Trust have been very successful and they are hoping to build on the momentum that has now been created. In particular the Development Committee will be looking to build on the success of the fundraising from former pupils and introduce fundraising from parents, former parents and companies.

The long-term aim of the Trust is to secure an income (from endowment and expendable gifts) of £1,000,000 per year to provide funding towards the equivalent of at least 100 full-fee equivalent Assisted Places within King Edward's School at any one time. At this level we think there is a good chance the School could provide needs-blind access, our ultimate ambition. The Trustees currently hope to achieve this goal by 2020.

### Responsibilities of the Trustees

The Trustees are responsible for preparing the Annual 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 and 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 the financial statements the Trustees are required to:

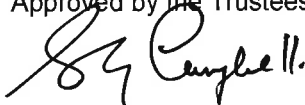
- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the governing document. 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.

### Auditors

Clement Keys have expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

Approved by the Trustees on 22 May 2012 and signed on their behalf by:



**S G Campbell**  
Chairman of Trustees

## **THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

### **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

We have audited the financial statements of The King Edward's School Birmingham Trust for the year ended 31 December 2011 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's Trustees, as a body in accordance with Section 144 of the Charities Act 2011. 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.

#### **Respective responsibilities of the Trustees and auditors**

As explained more fully in the Trustees' Responsibilities Statement (set out on page 4), the Trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we became aware of any apparent material misstatements or inconsistencies we would consider the implications for our audit report.

#### **Opinion on the financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2011, 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.

**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**


**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF  
THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST (continued)**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

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

39/40 Calthorpe Road  
Edgbaston  
Birmingham  
B15 1TS



CLEMENT KEYS  
Chartered Accountants  
Statutory Auditors  
22 May 2012

Clement Keys is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.



**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES**

**for the year ended 31 December 2011**

	<b>Note</b>	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Endowed funds £</b>	<b>2011 Total funds £</b>	<b>2010 Total Funds £</b>
<b>Incoming resources</b>						
<b>Incoming resources from generated funds</b>						
Voluntary income - donations	2	113,161	2,703,797	284,701	3,101,659	716,821
Investment income	2	-	13,713	4,630	18,343	393
<b>Total incoming resources</b>		<u>113,161</u>	<u>2,717,510</u>	<u>289,331</u>	<u>3,120,002</u>	<u>717,214</u>
<b>Resources expended</b>						
<b>Costs of generating funds</b>						
Investment managers fees		-	-	3,696	3,696	-
<b>Charitable activities</b>	3	95,371	86,802	6,930	189,103	143,375
<b>Governance costs</b>	3	<u>4,840</u>	<u>-</u>	<u>-</u>	<u>4,840</u>	<u>1,400</u>
<b>Total resources expended</b>		<u>100,211</u>	<u>86,802</u>	<u>10,626</u>	<u>197,639</u>	<u>144,775</u>
<b>Net incoming resources for the year</b>		12,950	2,630,708	278,705	2,922,363	572,439
<b>Other recognised gains and losses</b>						
Net gain on investments	4	-	-	10,980	10,980	-
<b>Net movement in funds</b>		12,950	2,630,708	289,685	2,933,343	572,439
<b>Reconciliation of funds</b>						
Funds held at 1 January 2011		91	262,611	309,737	572,439	-
<b>Funds held at 31 December 2011</b>	8	<u>13,041</u>	<u>2,893,319</u>	<u>599,422</u>	<u>3,505,782</u>	<u>572,439</u>

There were no recognised gains and losses in the year other than those included in the Statement of Financial Activities. All income and expenditure relates to continuing operations.

The notes on pages 9 and 16 form part of these financial statements.

**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

**BALANCE SHEET**

**as at 31 December 2011**

	Notes	2011 £	£	2010 £	£
<b>Fixed assets</b>					
Investments	4		555,464		-
<b>Current assets</b>					
Cash at bank and in hand	5	145,669		344,523	
Cash on deposit		2,743,523		259,000	
Debtors	6	68,345		72,814	
		<u>2,957,537</u>		<u>676,337</u>	
<b>Creditors</b> : amounts falling due within one year	7	(7,219)		(103,898)	
<b>Net current assets</b>			<u>2,950,318</u>		<u>572,439</u>
<b>Total net assets</b>			<u><u>3,505,782</u></u>		<u><u>572,439</u></u>
<b>Represented by:</b>					
<b>Endowed funds</b>	8		599,422		309,737
<b>Restricted funds</b>	8		2,893,319		262,611
<b>Unrestricted funds</b>	8		<u>13,041</u>		<u>91</u>
			<u><u>3,505,782</u></u>		<u><u>572,439</u></u>

The financial statements on pages 9 to 16 were approved by the board of Trustees on 22 May 2012 and signed on its behalf by:



**S G Campbell**  
Chairman of Trustees

# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## NOTES TO THE ACCOUNTS

for the year ended 31 December 2011

### **1 Accounting policies**

#### **1.1 Basis of preparation**

The financial statements have been prepared under the historical cost convention as modified for the inclusion of investments at market value and include the results of the charity's operations which are described in the Trustees' Report.

The financial statements have been prepared in accordance with the provisions of the Charities Act 2011 and in compliance and in accordance with the provisions of the revised Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued in March 2005 and applicable accounting standards.

The charity has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cashflow statement.

#### **1.2 Fund accounting**

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund are set out in the notes to the accounts.

Endowed funds are funds for which donations are required to be retained as capital in accordance with the donor's wishes and are accounted for according to the nature of the restriction.

#### **1.3 Incoming resources**

All incoming resources are included in the Statement of Financial Activities.

Voluntary income received by way of donations, gifts and legacies are included in full in the Statement of Financial Activities when receivable.

Income tax recoverable on gift aid donations is recognised when the income is recognised.

Investment income is recognised when receivable.

Deferred income comprises amounts received in advance where it is clear from the terms under which the funds are received that they cannot be used until future periods or there are pre-conditions to entitlement which have not yet been met.

# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## NOTES TO THE ACCOUNTS

for the year ended 31 December 2011

### **1 Accounting policies (continued)**

#### **1.4 Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and classified under headings that aggregate all costs related to the category.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity comprise both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **1.5 Value added tax**

The charity is not registered for VAT and as such all expenses are stated inclusive of irrecoverable VAT.

#### **1.6 Taxation**

The charity was granted charitable status during 2009 and as a consequence under the provisions of section 478 of the Income and Corporation Taxes Act 2010 none of its activities are subject to corporation tax.

#### **1.7 Grants payable**

Grants payable to students are accounted for in the period to which they relate.

#### **1.8 Fixed asset investments**

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on the revaluation and disposals throughout the year.

THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

NOTES TO THE ACCOUNTS

for the year ended 31 December 2011

2	Incoming resources	2011 £	2010 £
	<b>Unrestricted</b>		
	<i>Voluntary Income</i>		
	Donations in kind (Note 3)	100,211	114,525
	Donations	10,360	197
	Gift Aid reclaimed	2,590	-
		<hr/>	<hr/>
	Unrestricted fund incoming resources	113,161	114,722
		<hr/>	<hr/>
	<b>Restricted</b>		
	<i>Voluntary Income</i>		
	Donations	2,660,875	221,302
	Gift Aid reclaimed	42,922	71,164
		<hr/>	<hr/>
		2,703,797	292,466
		<hr/>	<hr/>
	<i>Activities for generating funds</i>		
	Interest receivable	13,661	289
	Card sales	52	-
		<hr/>	<hr/>
		13,713	289
		<hr/>	<hr/>
	Restricted fund incoming resources	2,717,510	292,755
		<hr/>	<hr/>
	<b>Endowed</b>		
	<i>Voluntary Income</i>		
	Donations	284,701	309,633
		<hr/>	<hr/>
	<i>Activities for generating funds</i>		
	Investment income	3,773	-
	Bank interest received	857	104
		<hr/>	<hr/>
		4,630	104
		<hr/>	<hr/>
	Endowed fund incoming resources	289,331	309,737
		<hr/>	<hr/>
	<b>Total incoming resources</b>	3,120,002	717,214
		<hr/>	<hr/>

**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

**NOTES TO THE ACCOUNTS**

**for the year ended 31 December 2011**

**3 Resources expended**

	<b>Charitable Activities</b>	<b>Governance</b>	<b>2011 Total</b>	<b>2010 Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Grants awarded	93,732	-	93,732	30,144
Bank charges	-	-	-	106
Support costs	95,371	4,840	100,211	114,525
	<u>189,103</u>	<u>4,840</u>	<u>193,943</u>	<u>144,775</u>

No Trustee has received any remuneration or has been reimbursed for any expenses. The Trust has no employees; all administration is carried out by employees of The Schools of King Edward the Sixth in Birmingham. These amounts are shown as support costs and are made up as follows:

	<b>£</b>
Salaries	73,657
Communications and mailings	13,070
Travel	2,227
Database maintenance	4,805
Event expenses and merchandise	1,612
Audit fees	<u>4,840</u>
	<u>100,211</u>

**4 Fixed Asset Investments**

	<b>2011 £</b>	<b>2010 £</b>
<b>Movement in fixed asset investments</b>		
Market value brought forward at 1 January 2011	-	-
Add:		
Additions to investments at cost	578,577	-
Shares gifted from Old Edwardians' Association at market value on date of gift	243,633	-
Net gain on revaluation	10,980	-
Less:		
Disposals at carrying value	(277,726)	-
	<u>555,464</u>	<u>-</u>
Market value as at 31 December 2011	<u>555,464</u>	<u>-</u>

**THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST**

**NOTES TO THE ACCOUNTS**

**for the year ended 31 December 2011**

**4 Fixed asset investments (continued)**

<b>Investments at market value comprised:</b>	<b>2011 £</b>	<b>2010 £</b>
UK equities	91,927	-
Overseas equities and funds	193,802	-
UK fixed interest securities	127,718	-
Overseas fixed interest securities	112,239	-
Precious metals	29,778	-
	<hr/>	<hr/>
	555,464	-
	<hr/>	<hr/>

The value of fixed interest securities held at the year end, includes the interest accrued to the date of the valuation.

Material investments with a market value of over 5% of the total market value of investments are as follows:

	<b>2011 £</b>	<b>2010 £</b>
1.25% Treasury Index-Linked 22/11/17	62,425	-
1.25% Treasury Index- Linked 22/11/55	36,012	-
2.5% Treasury Index-Linked 26/07/16	29,281	-
USA Treasury Notes 1.375% TIPS 15/07/18	61,619	-
USA Treasury Notes 1.625% TIPS 15/01/15	31,495	-
	<hr/>	<hr/>

**5 Cash at bank**

	<b>2011 £</b>	<b>2010 £</b>
Revenue account	100,129	343,872
Endowment fund account	5,490	651
Investment manager's account	40,050	-
	<hr/>	<hr/>
	145,669	344,523
	<hr/>	<hr/>

THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

NOTES TO THE ACCOUNTS

for the year ended 31 December 2011

<b>6</b>	<b>Debtors</b>	<b>2011 £</b>	<b>2010 £</b>
	Gift aid receivable	45,593	71,164
	Other debtors	22,752	1,650
		<hr/>	<hr/>
		68,345	72,814
		<hr/>	<hr/>
<b>7</b>	<b>Creditors:</b> amounts falling due within one year	<b>2011 £</b>	<b>2010 £</b>
	Other creditors	2,659	1,498
	Accruals	4,560	1,400
	Deferred income	-	101,000
		<hr/>	<hr/>
		7,219	103,898
		<hr/>	<hr/>

Deferred income represents monies received where the donor has specified that the income is to be awarded in future periods



THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

NOTES TO THE ACCOUNTS

for the year ended 31 December 2011

8 Funds	Balance at 1 January 2011 £	Incoming resources £	Outgoing resources £	Other recognised gains and losses £	Balance at 31 December 2011 £
<b>Restricted Funds</b>					
Assisted Places Fund	261,861	383,917	(85,865)	-	559,913
Assisted Places Support Fund	750	1,500	(937)	-	1,313
Modern Languages Building Fund	-	2,332,093	-	-	2,332,093
	262,611	2,717,510	(86,802)	-	2,893,319
<b>Endowed Funds</b>					
Assisted Places Endowment Fund					
Betty Wilkes	59,737	553	(371)	1,103	61,022
The Tolkien Trust	250,000	2,185	(5,020)	4,618	251,783
Old Edwardians' Association	-	251,295	(5,017)	4,611	250,889
Other donations	-	5,603	(35)	103	5,671
Assisted Places Support Fund					
Robert Cooke	-	29,695	(183)	545	30,057
	309,737	289,331	(10,626)	10,980	599,422
	91	113,161	(100,211)	-	13,041
<b>Unrestricted Fund</b>					
	572,439	3,120,002	(197,639)	10,980	3,505,782
<b>Total Funds</b>					

# THE KING EDWARD'S SCHOOL BIRMINGHAM TRUST

## NOTES TO THE ACCOUNTS

for the year ended 31 December 2011

### 8 Funds (continued)

#### **Assisted Places Fund**

This Fund is used to support means-tested Assisted Places for boys who are academically able to attend King Edward's School but whose parents are unable to afford the school fees. The money received into this fund is normally used as expendable income.

#### **Assisted Places Support Fund**

This Fund is used to support extra-curricular activities at King Edward's School for boys who are on Assisted Places. This support may include funding for music lessons, sports trips or other school trips.

#### **Modern Languages Building Fund**

This Fund is used to support the new Modern Languages building at King Edward's School, construction on which is due to begin in summer 2012.

#### **Assisted Places Endowment Fund**

This Fund is also used to support Assisted Places as outlined above. However, money received into this fund is held as an endowment. The interest and income generated are then expended on funding Assisted Places whilst as far as possible the capital is retained and, through prudent investment management, increased with the aim of seeking to keep pace with the inflation in school fees.

9	Net assets of the funds	Investments £	Net current Assets £	Total £
	The charity's net assets belong to the various funds as follows:			
	Unrestricted funds	-	13,041	13,041
	Restricted funds	-	2,893,319	2,893,319
	Endowed funds	555,464	43,958	599,422
		<hr/>	<hr/>	<hr/>
	Total	555,464	2,950,318	3,505,782
		<hr/>	<hr/>	<hr/>
10	<b>Related parties</b>			

The administration duties of the Trust are carried out by employees of The Schools of King Edward the Sixth in Birmingham. The Schools of King Edward the Sixth in Birmingham also reimburse the Trust for administration costs. During the period, administration costs of £100,211 were paid for by The Schools of King Edward the Sixth in Birmingham on behalf of the Trust and are reflected as a donation in kind in these accounts. At the period end The Schools of King Edward the Sixth in Birmingham owed the Trust £1,051.

Mr S G Campbell and Mr S M Southall, both Trustees of this charity, are also a Governor of The Schools of King Edward the Sixth in Birmingham and a member of the Independent Schools Governing Body of the Schools of King Edward the Sixth in Birmingham respectively. Transactions between the charities are detailed above. Mr J P N Martin and Mr R P M Thomson, both Trustees of this charity, are the Former Chairman and Vice-President of the Old Edwardians' Association respectively. Mr J A Cloughton, a Trustee of this charity, is Chief Master of King Edward's School and President of the Old Edwardians' Association. Mr M J Woodward, a Trustee of this charity, is a partner at Cobbetts LLP.