

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2020**

incorporating

The Framlingham College Improvement Fund
The Moreau Benevolent Fund
Old Framlinghamian Scholarship Fund
The Wallace Scholarship Fund
The Alfred Pretty Memorial Fund
The Mawby Memorial Fund

Charity Registration No. 1158435

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

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SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Report and Financial Statements For the year ended 31st December 2020

Legal and Administrative Information

CHARITY STATUS

The Society of Old Framlinghamians Charitable Trust was created by a Trust Deed dated the 3rd June 2014 and registered under the Charities Act 1990 (Registered Number 1158435). The Charity Commission was then requested to transfer the link of the Society's other restricted funds from the Albert Memorial College (known as Framlingham College) to the new charity, which they did with effect from the 17th December 2014.

The charity is a 'Small Charity' as defined by the Charity Commission and the Trustees have taken advantage of the limited reporting requirements.

TRUSTEES

The trustees who served during the year were

C R Essex	Second term to 31st March 2021
M D Smy	Second term to 31st March 2022
P C Howard-Dobson	First term to 20th April 2021
A C Henney	First term to 10th May 2023

ADMINISTRATIVE OFFICES

Trustees: 12 Woodditton Road
Newmarket
Suffolk
CB8 9BQ

BANKERS

HSBC Bank plc
12 Tavern Street
Ipswich
Suffolk
IP1 3AZ

INVESTMENT ADVISERS

Investec Wealth Management Limited
30 Gresham Street
London
EC2V 7QN

INDEPENDENT EXAMINERS

Ensors Accountants LLP
Cardinal House
46 St. Nicholas Street
Ipswich
Suffolk
IP1 1TT

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

Trustees' Report

The Trustees have pleasure in presenting their report and financial statements for the year ended 31st December 2020.

TRUSTEES

The Trustees of the Charity who served throughout the year are listed on page 2. As from 21st April 2017 when the founding deed was amended the Trustees, who shall normally be those individuals acting as trustees for the time being of the Society of Old Framlinghamians, are appointed for a term of four years with provision for re-appointment by the remaining Trustees for a further four year term. After a Trustee has served two consecutive terms in office, (s)he shall be eligible for re-appointment only after a year has elapsed since (s)he retired as a Trustee, unless the other Trustees consider it would be in the best interests of the charity for a Trustee to be eligible for re-appointment on the retirement date for such number of further terms as the Trustees shall resolve.

OBJECTS

The objects of the charity are:

- (1) The advancement of education by
 - (a) providing financial support, in the form of bursaries and scholarships, towards the cost of tuition and boarding fees, to children who demonstrate commitment and/or ability but whose financial situation prevents them from joining FRAMLINGHAM COLLEGE, Framlingham, Suffolk ("the College")
 - (b) providing financial support to the College in respect of the fabric of its buildings and sports facilities and any other charitable means deemed appropriate by the Trustees
- (2) The prevention or relief of poverty by providing financial assistance to such former students teaching and non teaching staff of the College who are in need.

In addition the Trustees are responsible for a number of legacy funds. These are

- (3) Wallace and Old Framlinghamian Scholarship Funds
These funds provide scholarships to both pupils at and leavers from the College.
- (4) Mawby Fund
Provides a prize to a member of the College who has rendered good service.
- (5) Alfred Pretty Prizes for Modern Languages
Provides prizes for promising scholars in languages, particularly modern languages

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

Trustees' Report - continued

OBJECTS - continued

(6) Framlingham College Improvement Fund

Provides grants for improving existing buildings and equipment and for new buildings and equipment.

(7) Moreau Benevolent Fund

Provides for the welfare of past and present members of the College and their families.

A further fund was established by the Trustees following a generous donation in the memory of Neville Bromage, a distinguished, former pupil and trustee.

(8) Bromage Fund

Provides prizes for sporting excellence to members of the College and bursaries for sporting activities to current and former students.

NB For the avoidance of doubt, the use of the word 'College' above covers both Framlingham College at Framlingham and the Framlingham College Prep School at Brandeston.

STATEMENT OF PUBLIC BENEFIT

The public benefits derived from the above objectives are:-

- 1a The provision of a range of educational opportunities within which the beneficiaries can realise their individual potential and competences to the benefit of the wider community. No awards have been made under this heading to date.
- 1b+6 The grants made to the College enable it to provide a diverse range of buildings and facilities which enhance the learning environment and many of which are used by the local community.
- 1c Grants are made to enable beneficiaries to participate in activities and events outside the College environment thereby strengthening engagement with the wider community.
- 2+7 Grants made are primarily to fill a shortfall in funding to enable beneficiaries to participate in activities and events which they would not otherwise be able to afford.
- 3,4,+5 To promote learning and the continued development of individual capabilities, competences, skills and understanding in subjects of educational value.
8. Bursaries are made to enable beneficiaries to participate in sporting events which they would not otherwise be able to attend.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

Trustees' Report - continued

STATEMENT OF PUBLIC BENEFIT – continued

The Trustees in taking their charitable duties have had regard to the Charity Commission's public benefit guidance. Details of awards made during the year can be found under the heading of Grants and Awards.

No harm has been identified as arising from the above objects; nor has any private benefit.

REVIEW OF THE YEAR

The year has been another relatively quiet one for the charity; this time as a result of the Covid epidemic. The pattern of activity has remained the same, but on a reduced scale. Prizes have been paid and investments replaced. The most recent significant event occurred after the year end, although the initial discussions took place in the year under review.

There have been ongoing discussions with the College as to how the charity could support it in the future. These coalesced around the Vision 2025 document launched during the year by the College. In view of the sum involved the Trustees approached the Society for assistance. The SOF Council at their meeting held on 26th January 2021 approved a payment of £300,000 to the charity in support of this project; £190,260 would be provided under the loan facility negotiated in 2016 and £109,740 would be a donation.

As these transactions occurred after our financial year end they are not reflected in these accounts.

Accounts

The Statement of Financial Activities (SOFA) broadly follows the normal state of affairs whereby expenditure is covered by income. However, this year the charity finished with a small deficit of £637, as opposed to a surplus of £586 in 2019, but after taking gains of £3,430 into account transferred £2,793 to reserves. Last year's transfer of £20,339 was made possible by the inclusion of gains totalling £19,753.

The charity benefitted from £11,143 and £4,210 in donations from the Society and members respectively. The Trustees would like to thank the Society and the members for their continued generosity.

Investment income declined from £2,914 to £2,270. Whereas in 2019 the decline was a result of the restructuring of our investments to put greater emphasis on growth, this year it can be attributed to the Covid effect whereby companies reduced dividends in an attempt to cut costs.

Grants and awards are dealt with below.

No loan repayment was made this year. There was, therefore, no additional element in the Concessionary Loan Finance Charge unlike the previous year. The charge for the year was £4,863 compared to £6,689 in 2019, which without the accelerated write back would have been £4,782.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

REVIEW OF THE YEAR – continued

The portfolio by the end of the year had recovered all the losses seen earlier, which were the result of the Covid epidemic. Some repositioning of investments took place especially in the property sector.

Whilst the Balance Sheet remains skewed by the loan, the Trustees are pleased that it continues to strengthen. Reserves are considered adequate for the level of activity currently undertaken.

Investments

Under their current investment policy, the Trustees seek a balanced return over a 10 year+ period between income and growth, based on Investec's Medium Risk approach. There were no material changes made to the investment policy during the year.

Despite a challenging year, the value of our investments has risen over the year by 2.2% to £155,194. The total return achieved by Investec was 3.0% over the last year, net of fees. This compares with a gross of fees benchmark of 1.2%. Investec had held a broadly neutral position in all assets classes during the year against their strategic asset allocation, but that this was currently under active review as international equities had and were expected to continue to outperform fixed interest investments.

Grants and Awards

Grants and awards totalled £12,037 (2019: £13,856). In addition to the OF Prizes described in more detail below, the Charity gave financial assistance to former pupils for care assistance and for team expenses, and to a current pupil for singing lessons.

As in recent years the bulk of the individual awards were prizes. The charity now provides the following:

- 15 prizes paying £50 at Year 11
- 15 prizes paying £100 at Year 13
- 2 Albert awards paying £150 in Year 13

In the past, follow up instalments were awarded where the recipient demonstrated a continued commitment to the Society after leaving the College, but after a review of their effectiveness, no follow up instalments are now granted. The last such prizes were awarded at the 2018 Speech Day.

All these awards are in addition to those given for 2 Moreau Leaving Scholarships each year of £1,000 per annum for three years, making an outlay of £6,000 in total per annum.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

Trustees' Report - continued

Rules and Policies

The Trustees review the charity's policies, procedures and objectives on a regular basis and implement any changes found necessary to comply with current legislation or improve the work of the charity.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Society and the results for the 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 the going concern basis unless it is inappropriate to presume that the Society will continue.

The Trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the Society.

The Trustees acknowledge their responsibility to take due care of the funds under their stewardship. They have established in conjunction with their Investment Advisers a broad strategy for keeping the balance between capital growth and income.

Approved by the Trustees and signed on their behalf



C.R. Essex
Trustee
17th March 2021

SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST

Report and Financial Statements

For the year ended 31st December 2020

Statement of Financial Activities

	Unrestricted Income	Restricted Income	Expendable Endowment	2020 TOTAL	2019 TOTAL
INCOME and ENDOWMENT from					
Donations and Legacies	3,970	11,383	-	15,353	19,538
Investments	121	2,178	-	2,299	2,974
Other	-	-	-	-	-
TOTAL INCOME	4,091	13,561	-	17,652	22,512
EXPENDITURE on					
Raising Funds					
<i>Investment Management</i>	62	1,325	-	1,387	1,381
<i>Concessionary Loan Finance Charge</i>	5	4,863	-	4,863	6,689
Charitable Activities	4	612	11,425	12,037	13,856
Other	2	-	-	2	-
TOTAL EXPENDITURE	676	17,613	-	18,289	21,926
NET INCOME/(EXPENDITURE) before investment gains or losses	3	3,415	(4,052)	-	(637)
OTHER RECOGNISED GAINS/(LOSSES)					
Net Gains/(Losses) on Investments					
NET INCOME/(EXPENDITURE)					
TRANSFERS BETWEEN FUNDS					
NET MOVEMENT IN FUNDS					
Balances as at 1st January 2020	11	(3,415)	3,414	1	-
Balances as at 31st December 2020	12	-	(127,322)	151,763	24,441
					4,102
					24,441
					27,234
					155,194
					(127,960)

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2020**

Balance Sheet

	Notes	2020	2019
		£	£
ASSETS			
FIXED ASSETS			
Investments	6	155,195	151,764
CURRENT ASSETS			
Cash at Bank	7	38,983	34,758
		<hr/>	<hr/>
		38,983	34,758
		<hr/>	<hr/>
LIABILITIES			
Creditors: Amounts falling due within one year	8	-	-
		<hr/>	<hr/>
		-	-
		<hr/>	<hr/>
NET CURRENT ASSETS		38,983	34,758
Creditors: Amounts falling due after more than one year	9	(166,944)	(162,081)
		<hr/>	<hr/>
TOTAL NET ASSETS/(LIABILITIES)		27,234	24,441
		<hr/>	<hr/>
REPRESENTED BY:			
CAPITAL			
TRUST CAPITAL FUNDS			
Expendable Endowment	10	138,917	133,007
Revaluation Reserve	11	16,277	18,756
		<hr/>	<hr/>
		155,194	151,763
TRUST INCOME FUNDS			
Restricted		(127,960)	(127,322)
		<hr/>	<hr/>
	12	27,234	24,441
		<hr/>	<hr/>

The Financial Statements were approved on 17th March 2021 and signed on behalf of the Trustees by:-



C.R. Essex

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Report and Financial Statements

For the year ended 31st December 2020

Cash Flow Statement

	<u>2020</u>	<u>2019</u>
Notes	£	£
Surplus/(deficit) for the year	2,793	20,339
<i>Adjustments for:</i>		
Notional finance charge arising from concessionary loan	4,863	6,689
Investment income recognised in SOFA	(2,299)	(2,974)
Fair value (gains)/losses on investments	(3,430)	(19,763)
Accumulated income	(1)	-
	<u>(867)</u>	<u>(16,048)</u>
CASH (ABSORBED BY)/ GENERATED FROM OPERATING	1,926	4,291
 INVESTING ACTIVITIES		
Purchase of investments (AIF units)	-	-
Dividends received	2,269	2,914
Interest received	30	60
	<u>2,299</u>	<u>2,974</u>
 FINANCING ACTIVITIES		
Repayment of loan from Society of Old Framlinghamians	-	(4,000)
	<u>-</u>	<u>(4,000)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	<u>4,225</u>	<u>3,265</u>

<u>MOVEMENT IN NET DEBT</u>	As at 01.01.2020	Cash Flow	<u>Fair Value</u>	As at 31.12.2020
			<u>Movements</u>	
		£	<u>£</u>	
Deposit account	34,758	4,225		38,983
Current Account		-	-	-
Loans falling due after 1 year	162,081		4,863	166,944
	<u>196,839</u>	<u>4,225</u>	<u>4,863</u>	<u>205,927</u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

1 ACCOUNTING POLICIES

Basis of accounting

The Society of Old Framlinghamians Charitable Trust was created by a Trust Deed dated the 3rd June 2014 and registered in England and Wales under the Charities Act 1990 (Registered Number 1158435). The registered office is 12 Woodditton Road, Newmarket, Suffolk, CB8 9BQ.

The accounts have been prepared in accordance with FRS 102 ‘The Financial Reporting Standard applicable in the UK and Republic of Ireland’ (“FRS 102”), “Accounting and Reporting by Charities” the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The charity is a Public Benefit Entity as defined by FRS 102.

The charity is a ‘Small Charity’ as defined by the Charity Commission and the Trustees have taken advantage of the limited reporting requirements.

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

The accounts have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The Trustees are responsible for seven other charitable funds which have a connection with the Society of Old Framlinghamians and which were linked on the 17th December 2014 to this registered charity by the Charity Commission. These accounts present the combined position of the various funds.

Preparation of the accounts on a going concern basis

The assets of the charity are greatly diminished by the large creditor falling due after more than one year, being a loan from the Society of Old Framlinghamians of £166,944 (2019: £162,081). As the loan agreement between the Society of Old Framlinghamians and the Charity is flexible in terms of repayments and length, the Trustees consider it appropriate for the accounts to be prepared on a going concern basis. Also, the Charity has significant endowment funds which could be converted to income if the charity did not have sufficient restricted income funds to meet their charitable expenditure. The Trustees would only commit to charitable expenditure if there were sufficient funds and therefore the accounts are prepared on a going concern basis.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

ACCOUNTING POLICIES - continued

Funds Structure

Unrestricted funds are general funds that are available for use at the trustees' discretion in the furtherance of any of the objectives of the charities.

Designated funds are unrestricted funds which the trustees have decided to set aside for a specific purpose.

Restricted funds are funds for use in a particular area or for specific purposes as specified by the donor or trust deed. These form the greater part of the charity's funds. Restricted funds can be either income or endowment (capital) funds; the latter can be expendable or permanent.

Trust law requires the Trustees to invest the assets of endowment funds. However, if the fund is expendable, the capital can be spent if the Trustees so determine.

Donations are given to support one or more of the charity's aims; those given to a fund other than the SOF Charitable Fund are treated as restricted income upon receipt unless the donor specifically indicates that it should be treated as endowment; donations to the SOF Charitable Fund are treated as unrestricted income following a change in the charity's objects. If not required to cover immediate or imminent expenditure the money may be transferred to expendable endowment and invested to generate future income for a particular fund. Investment income is therefore treated in a similar manner; namely, as unrestricted income for the SOF Charitable Fund and restricted income for the other funds.

Recognition of Income

Investment income is recognised on a receivable basis.

Donations are recognised when received and if made under gift aid are recorded inclusive of the tax recoverable.

Legacies are accounted for on a receivable basis when the following conditions for their receipt have been met:

- the final estate accounts have been approved
- the legacy is capable of measurement and
- there is no reversionary interest

Where the recognition criteria of legacies is not met ie entitlement, certainty and measurement then legacies are not provided for within the accounts but noted as a contingent asset.

Expenditure and irrecoverable VAT

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

- Costs of raising funds comprise of investment management fees.
- Expenditure on charitable activities includes prizes and awards donated to pupils of the College and donations to the college undertaken to further the purposes of the charity and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Notes to the Financial Statements For the year ended 31st December 2020

Investments

Investments are stated at market value. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

From the 1st January 2015 the trustees have pooled the investments of the individual funds into a single investment fund in order to obtain efficiencies in the management of the investments and to allow the smaller funds to access a wider range of investments.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Borrowings and Concessionary Loans

Borrowings including concessionary loans are initially recognised at the fair value of the proceeds and are subsequently amortised under the effective interest rate method through the Statement of Financial Activities (SOFA) as interest over the life of the loan, and which is added to the liability disclosed in the balance sheet. The benefit of repaying the loan in currency subject to inflation is calculated and credited to the SOFA as finance income.

No borrowings are shown as current liabilities as the charity has an unconditional right to defer settlement for at least 12 months after the balance sheet date.

Taxation

VAT is not recoverable and is charged to the expenditure to which it relates.

Tax recovered under gift aid is recognised when the donation is received and allocated to the income category to which the donation relates.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Notes to the Financial Statements

For the year ended 31st December 2020

3 Detailed Statement of Financial Activities

	SOF Trust	Charitable Restricted	Moreau Benevolent	Mawby Memorial	Alfred Pretty Memorial	O.F. Memorial	Bromage Scholarship	Wallace Scholarship	Franlingham College	Improvement	2020	2019
	Unrestricted £	Restricted £	£	£	£	£	£	£	£	£	£	£
INCOME												
Donations from SOF General Funds	937	-	-	125	-	8,731	1,050	300	-	11,143	15,046	
Donations and Legacies from Members	3,033	-	209	-	-	424	-	-	544	4,210	4,492	
Amalgamated Investment Fund Distributions	102	-	314	71	9	140	479	692	462	2,269	2,914	
Interest	19	-	1	2	-	1	3	4	30	60		
	4,091	-	524	198	9	9,295	1,530	995	1,010	17,652	22,512	
EXPENDITURE												
Grants and awards	612	-	1,200	125	-	8,750	1,050	300	-	12,037	13,856	
Stockbroker fees	62	-	192	44	6	86	292	423	282	1,387	1,381	
Finance charges	-	4,863	-	-	-	-	-	-	-	4,863	6,689	
Bank charges	2	-	-	-	-	-	-	-	-	2		
	676	4,863	1,392	169	6	8,836	1,342	723	282	18,289	21,926	
NET INCOME/(EXPENDITURE) before gains or losses	3,415	(4,863)	(868)	29	3	459	188	272	728	(637)	586	
OTHER RECOGNISED GAINS												
Net Gains/(Losses) on Investments	-	154	475	106	14	212	724	1,047	698	3,430	19,753	
NET MOVEMENT IN FUNDS	3,415	(4,709)	(393)	135	17	671	912	1,319	1,426	2,793	20,339	
Balances 1st January 2020												
Transfers	(3,415)	(133,277)	24,354	5,157	812	7,752	33,456	50,205	35,982	24,441	4,102	
Balances 31st December 2020												
<i>Represented by:-</i>												
Unrestricted Income	-	(141,915)	1,203	148	193	1,533	1,125	4,316	5,437	(127,960)	(127,322)	
Restricted Income	-	6,614	20,505	4,638	571	5,882	29,807	42,240	28,660	138,917	133,007	
Expendable Endowment Reserve	-	729	2,253	506	65	1,008	3,436	4,969	3,311	16,277	18,756	
	(134,572)	23,961	5,292	829	8,423	34,368	51,525	37,408	27,234	24,441		

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

4 GRANTS and AWARDS

Area	Grants to		Support Costs £	TOTAL	
	Individuals £	Institutions £		2020 £	2019 £
Educational support	9,250	-	-	9,250	10,850
Educational buildings	-	-	-	-	-
Research	-	-	-	-	-
Sporting Activities	800	-	-	800	560
Welfare	1,200	-	-	1,200	-
Other	612	-	175	787	2,446
	11,862	-	175	12,037	13,856

The Trustees have relied on the exemption relating to the disclosure of information on grants to individuals.

5 INTEREST PAYABLE AND SIMILAR EXPENSES

Interest on financial liabilities measured at amortised cost:

	2020	2019
	£	£
Interest on other loans	4,863	6,689

In order to comply with the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102, that part of the difference between the initial discounted value of the loan and the actual loan, which has to be written back each year through the SOFA and is calculated using the effective interest rate method, is identified as interest for the purpose of this note only. The Trustees wish to stress that the loan is interest free. See also note 9.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

6 INVESTMENTS

	At Market Valuation					Closing
	Opening	Additions	Disposals	Change in Valuation		
	£	£	£	£	£	£
Amalgamated Investment Fund						
Listed investments	147,952	29,685	(33,165)	6,591	151,063	
Cash awaiting investment					4,132	
						<u>155,195</u>
<i>Allocation between funds</i>						
SOF Charitable Trust					7,343	
Moreau Benevolent					22,758	
Mawby Memorial					5,144	
Alfred Pretty Memorial					636	
OF Scholarship					6,891	
Bromage Memorial					33,243	
Wallace Scholarship					47,210	
Framlingham College Improvement					31,970	
						<u>155,195</u>

AMALGAMATED INVESTMENT FUND – UNIT SUMMARY

	Opening	Additions		Disposals	Transfers	Closing
		Units	Cost £			
SOF Charitable Trust	582	-	-	-	-	582
Moreau Benevolent	1,799	-	-	-	-	1,799
Mawby Memorial	404	-	-	-	-	404
Alfred Pretty Memorial	52	-	-	-	-	52
OF Scholarship	805	-	-	-	-	805
Bromage Memorial	2,744	-	-	-	-	2,744
Wallace Scholarship	3,969	-	-	-	-	3,969
Framlingham College Improvement	2,644	-	-	-	-	2,644
	<u>12,999</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,999</u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

6 INVESTMENTS - continued

<i>2019</i>	<i>At Market Valuation</i>				<i>Closing</i>
	<i>Opening</i>	<i>Additions</i>	<i>Disposals</i>	<i>Change in Valuation</i>	
	£	£	£	£	£
<i>Amalgamated Investment Fund</i>					
<i>Listed Investments</i>	126,760	3,859	(2,088)	19,421	147,952
<i>Cash awaiting investment</i>					3,812
					<u><u>151,764</u></u>
<i>Allocation between funds</i>					
<i>SOF Charitable Trust</i>					7,190
<i>Moreau Benevolent</i>					22,283
<i>Mawby Memorial</i>					5,038
<i>Alfred Pretty Memorial</i>					622
<i>OF Scholarship</i>					6,678
<i>Bromage Memorial</i>					32,519
<i>Wallace Scholarship</i>					46,162
<i>Framlingham College Improvement</i>					31,272
					<u><u>151,764</u></u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

6 INVESTMENTS - continued

The ten largest holdings by value were:

	2020	2019		
	£	%	£	%
Baillie Gifford Global Alpha Growth	14,596	9.4	11,132	7.5
Vanguard FTSE All-World Ucits	13,990	9.0	14,100	9.5
Fundsmith LLP Equity Income	13,872	8.9	11,722	8.0
Artisan Partners Global Value Fund	11,332	7.3	11,005	7.4
Liontrust Special Status	10,025	6.5	10,300	7.0
Man GLG Undervalued Assets	9,511	6.1	6,919	4.7
Lindsell Train UK Equity	9,142	5.9	-	-
Jupiter UK Special Situations	8,135	5.2	7,014	4.7
iShares Core FTSE 100 Ucits	6,618	4.3	7,734	5.2
Invesco UK Corporate Bonds	5,328	3.4	-	-
Allianz Global UK Gilt Yield Income	-	-	7,471	5.0

The asset allocation at value was:

	2020	2019
	%	%
UK Fixed Interest	14.7	18.1
UK Equities	28.0	28.9
Foreign Fixed Interest	3.9	1.9
Foreign Equities	34.6	31.6
Property etc	4.8	5.3
Alternative Assets	11.3	11.7
Cash	2.7	2.5
	<hr/> <u>100.0</u>	<hr/> <u>100.0</u>

Amongst the shares held are four (2019: 4) which produced no income. Their total value is £23,484 (2019: £23,234) which represents 15.1% (2019: 15.7%) of the portfolio.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

7 CASH BALANCES

	Current	Deposit	2020 Total	2019 Total
SOF Charitable Trust	-	25,028	25,028	21,615
Moreau Benevolent	-	1,203	1,203	2,071
Mawby Memorial	-	148	148	119
Alfred Pretty Memorial	-	193	193	189
OF Scholarship	-	1,533	1,533	1,073
Bromage	-	1,125	1,125	938
Wallace Scholarship	-	4,316	4,316	4,043
Framlingham College Improvement	-	5,437	5,437	4,710
TOTAL	<hr/>	<hr/>	<hr/>	<hr/>
	-	38,983	38,983	34,758

8 CREDITORS: Amounts falling due within one year

	UNRESTRICTED		RESTRICTED		TOTAL	
	2020	2019	2020	2019	2020	2019
Other Creditors	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

9 CREDITORS: Amounts falling due after one year

	UNRESTRICTED		RESTRICTED		TOTAL	
	2020	2019	2020	2019	2020	2019
Unsecured borrowing at amortised cost						
Loan from related party	166,944	162,081	-	-	166,944	162,081
	<u>166,944</u>	<u>162,081</u>	<u>-</u>	<u>-</u>	<u>166,944</u>	<u>162,081</u>

The Charity was provided in 2016 with a 25 year, interest free, unsecured loan facility of £500,000 by the Society of Old Framlinghamians to enable it to make an immediate grant to Framlingham College for the building of a new sports pavilion, but only £363,740 of the facility was used. Because the loan is interest free, it is classed as a concessionary loan and has been shown in the Balance Sheet at fair value, which is the net present value of the closing loan balance discounted at 3%. The difference of £189,553 was deemed to be the benefit of repaying the loan in currency subject to inflation and was credited to the SOFA as finance income. Each year part of this credit is written back in the SOFA as a finance charge and added to the loan balance above. The charge of £4,863 (2019: £6,689) does not include an additional amount this year because no loan repayment was made unlike the previous year when £4,000 was repaid. When this happens in effect the discounted value of the repayment is added to the annual finance charge. The balance on an amortised cost basis is £309,740 (2019: £309,740).

No borrowings are shown as current liabilities as the Charity has an unconditional right to defer settlement for at least 12 months after the balance sheet date.

SOCIETY OF OLD FRAMLINGHAMANS CHARITABLE TRUST

Report and Financial Statements

For the year ended 31st December 2020

10 CAPITAL ACCOUNT MOVEMENTS

	SOF Charitable Trust	Moreau Benevolent	Mawby Memorial	Alfred Pretty	O.F. Scholarship	Bromage Scholarship	Wallace College	Franklingham Improvement	2020	2019
	£	£	£	£	£	£	£	£	£	£
INCREASE										
Transfers of unspent Restricted Income & restricted donations							1		1	9
Net Gain on Sales of investments	265	818	183	23	365	1,248	1,804	1,203	5,909	1,99
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	265	818	183	23	365	1,248	1,805	1,203	5,910	208
REDUCTION										
Net Loss on Sales of investments										
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
NET MOVEMENT										
Balances 1 st January 2020	6,349	19,687	4,455	548	5,517	28,559	40,435	27,457	133,007	132,799
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Balances 31 st December 2020	6,614	20,505	4,638	571	5,882	29,807	42,240	28,660	138,917	133,007
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

11 FUNDS

Endowment Funds Revaluation Reserve	Balance 01.01.20	Realised in year	Reductions	Increases	Balance 31.12.20
SOF Charitable Trust	840	(407)	-	296	729
Moreau Benevolent	2,596	(1,255)	-	911	2,252
Mawby Memorial	583	(282)	-	205	506
Alfred Pretty Memorial	75	(37)	-	27	65
OF Scholarship	1,161	(562)	-	409	1,008
Bromage	3,959	(1,914)	-	1,391	3,436
Wallace Scholarship	5,727	(2,769)	-	2,012	4,970
Framlingham College Improvement	<u>3,815</u>	<u>(1,845)</u>	<u>-</u>	<u>1,341</u>	<u>3,311</u>
TOTAL	<u>18,756</u>	<u>(9,071)</u>	<u>-</u>	<u>6,592</u>	<u>16,277</u>

Endowment Funds <i>excluding</i> <i>Revaluation Reserve</i>	Balance 01.01.20	Income	Expenditure	Transfers	Balance 31.12.20
SOF Charitable Trust	6,349	265	-	-	6,614
Moreau Benevolent	19,687	818	-	-	20,505
Mawby Memorial	4,455	183	-	-	4,638
Alfred Pretty Memorial	548	23	-	-	571
OF Scholarship	5,517	365	-	-	5,882
Bromage	28,559	1,248	-	-	29,807
Wallace Scholarship	40,435	1,804	-	1	42,240
Framlingham College Improvement	<u>27,457</u>	<u>1,203</u>	<u>-</u>	<u>-</u>	<u>28,660</u>
	<u>133,007</u>	<u>5,909</u>	<u>-</u>	<u>1</u>	<u>138,917</u>

Income is the fund's share of realised gains made within the Amalgamated Investment Fund.
Transfers are from/(to) restricted income funds and consist of accumulation income and income used to buy more investments.

The purpose for which each fund is held is explained within the Trustees' Report – see page 3.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

11 FUNDS - continued

Restricted Funds	Balance	Income	Expenditure	Transfers	Balance
Income	01.01.20				31.12.20
SOF Charitable Trust	(140,466)	-	(4,863)	3,414	(141,915)
Moreau Benevolent	2,071	524	(1,392)	-	1,203
Mawby Memorial	119	198	(169)	-	148
Alfred Pretty Memorial	189	9	(6)	1	193
OF Scholarship	1,074	9,295	(8,836)	-	1,533
Bromage	938	1,530	(1,342)	(1)	1,125
Wallace Scholarship	4,043	995	(723)	1	4,316
Framlingham College Improvement	4,710	1,010	(282)	(1)	5,437
	<u>(127,322)</u>	<u>13,561</u>	<u>(17,613)</u>	<u>3,414</u>	<u>(127,960)</u>

The deficit on the SOF Charitable Trust arose from a donation of £500,000 to Framlingham College in 2016 for their new sports pavilion. The donation would not have been possible in its entirety without the generous support of the Society of Old Framlinghamians, who made good the shortfall in our funds by giving the charity a twenty five year, interest free loan. The Trustees wish to reiterate that the deficit is covered by the long term loan from the Society of Old Framlinghamians and to point out that the deficit on the SOF Charitable Fund will have no effect on the administration of the other funds. It is the Trustees intention to repay the loan from future donations. That income can fluctuate from year to year is acknowledged in the loan agreement, which permits annual repayments to be varied depending on the level of income in the year, with the loan period extendable at no additional cost, if required.

12 ANALYSIS OF NET ASSETS BY FUND

	Restricted Income Funds	Expendable Endowment Funds	Balance 31.12.20
Investments	-	155,195	155,195
Current Assets	38,983	-	38,983
Current Liabilities	-	-	-
Loan	<u>(166,944)</u>	<u> </u>	<u>(166,944)</u>
Total net assets	<u>(127,961)</u>	<u>155,195</u>	<u>27,234</u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

13 FINANCIAL INSTRUMENTS

	2020	2019
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	<u>155,195</u>	<u>151,764</u>
Carrying amount of financial liabilities		
Measured at amortised cost	<u>166,944</u>	<u>162,081</u>

14 FUTURE COMMITMENTS

MOREAU SCHOLARSHIPS

The Trustees agreed in 2004 to set up a maximum of two Moreau scholarships per year from 2006. Each scholarship was originally set up to run for three years at a level of £800 per year. However, in 2015 the award was increased to £1,000 per year. There is, therefore, a future commitment to pay £4,000 in 2021 and £2,000 in 2022 for awards already made, provided award conditions are met.

BROMAGE SCHOLARSHIP FUND

Provided all the conditions are met, the Trustees have a future commitment to pay the second tranche of the Bromage Scholarship of £500 in 2021.

OF PRIZES

Provided all the conditions are met, the Trustees have a commitment to pay £2,650 in 2021 for OF Prizes awarded. There is no additional commitment as the prizes reverted to single, annual awards in 2019.

15 TRUSTEES' REMUNERATION AND EXPENSES

The trustees are not remunerated. They are entitled to be paid expenses for attending meetings and duties directly relating to their duties as trustees. In 2020 no trustee was paid (2019: £nil) for travel and other expenses.

16 RELATED PARTY TRANSACTIONS

No award (2019: £60) was made during the year to Framlingham College, of which one trustee, Mr. P. Howard-Dobson, is governor.

A loan was granted to the charity in 2016 by the Society of Old Framlinghamians, which has trustees in common with the charity. Details of this are disclosed on Note 9.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2020**

17 INDEPENDENT EXAMINER'S FEE

Under the terms of the 2014 agreement between the Society and the College, the cost of the examination of these accounts is met by the College, for which the Trustees record their appreciation. The total amount of this is £2,094 (2019: £2,078).

18 POST BALANCE SHEET EVENTS

Towards the end of the year the Trustees received an invitation from the College to support delivery of their Vision 2025 campaign. In view of the sum involved the Trustees approached the Society for assistance. The SOF Council at their meeting held on 26th January 2021 approved a payment of £300,000 to the SOF Charitable Trust in support of this project; £190,260 would be provided under the loan facility negotiated in 2016 and £109,740 would be a donation.

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE
SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST**

Independent examiner's report to the Trustees of Society of Old Framlinghamians Charitable Trust

I report to the trustees on my examination of the accounts of the Society of Old Framlinghamians Charitable Trust (the Trust) for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of the independent examination.

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

**Barry Gostling - FCCA
For and on behalf of ENSORS Accountants LLP
17th March 2021**

Cardinal House,
46 St. Nicholas Street,
Ipswich, Suffolk,
IP1 1TT.