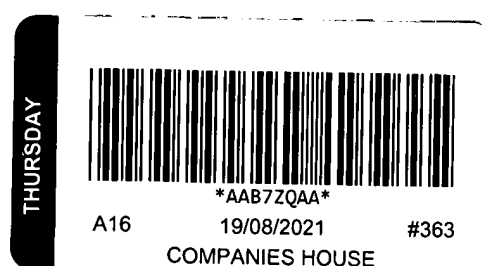


Registered number: 00396478
Charity number: 312638

**WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED trading as
Quinton Hall School**

(A company limited by shares)

**GOVERNORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**



WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

CONTENTS

	Page
Reference and administrative details of the Company, its Governors and advisers	1
Governors' report	2 - 9
Independent auditors' report on the financial statements	10 - 12
Statement of financial activities	13
Balance sheet	14 - 15
Statement of cash flows	16
Notes to the financial statements	17 - 34

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS GOVERNORS AND ADVISERS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

Governors	The Reverend V Baron Mr A S Lee Mr R Abraham Mr T Day Mr A Ruddy (resigned 24 February 2020) Mrs L Trigg Ms M Palmer (resigned 6 November 2020) Ms M Thorne (appointed 27 February 2020) The Reverend G Willis SSC (appointed 27 February 2020) Dr R Mantle (appointed 28 April 2020) The Reverend G Rowlands (appointed 28 April 2020) Ms J Owens (appointed 29 September 2020, resigned 6 November 2020) Mrs R S Ward (appointed 6 November 2020)
Company registered number	00396478
Charity registered number	312638
Registered office	The Shrine Office Common Place Walsingham Norfolk NR22 6EE
Company secretary	Dr B J Hanson
Independent auditors	Larking Gowen LLP Chartered Accountants King Street House 15 Upper King Street Norwich NR3 1RB
Bankers	National Westminster Bank PLC 315 Station Road Harrow Middlesex HA1 2AD
Solicitors	Stevens & Bolton LLP The Billings Guildford Surrey GU1 4YD

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2020

The Governors present their annual report together with the audited financial statements of the Company for the period 1 September 2019 to 31 December 2020. The Annual report serves the purposes of both a Governors' report and a directors' report under company law. The Governors confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The objectives and aims of the charity stated in the Memorandum and Articles of Association are summarised as:

- a) To advance the Christian religion in accordance particularly but not exclusively through supporting the guardianship and maintenance of the Shrine of Our Lady of Walsingham;
- b) To acquire, take over as a going concern and carry on Quainton Hall School at Hindes Rd, Harrow, together with its assets, to establish and start a school or schools;
- c) At the Charity's discretion, close or move the school and apply proceeds to another school or in accordance with a) above
- d) To carry on any other exclusively charitable work, which may seem to the Charity capable of being conveniently carried on, in connection with the above.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The Trust has adopted a multi-faceted approach to Public Benefit.

b. The sale of the business and assets of Quainton Hall School and its impact on the activities of the Company

In Spring 2020, the directors of Walsingham College Trust Limited (registered number 215863) (WCTA), of which the Company is a wholly owned subsidiary, began discussions with the Governors about the potential sale of Quainton Hall School (the School) as a going concern.

WCTA approached John Lyon School, believing a partnership with this established local school (a school of good standing and with high quality educational standing and itself part of the wider John Lyon's Foundation (John Lyon School, Harrow School and John Lyon's Charity)), would be in the best interests of the School. There were already excellent existing relations between the two schools as many Quainton Hall School leavers went on to John Lyon School. The Governors were in agreement with the potential sale as being in the best interests of the Company and the School and its beneficiaries, securing the continuing high quality education of pupils and safeguarding the employment of staff at the School under its new local ownership.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

Objectives and activities (continued)

Following detailed investigation and negotiation with the benefit of appropriate legal and other professional advice, the Company, WCTA and the Keepers and Governors of the Possessions, Revenues and Goods of the Free Grammar School of John Lyon within the Town of Harrow-on-the-Hill (charity number 310033, normally known as the Harrow Foundation) as the owners of John Lyon School completed the sale of the business and assets of the School on 6 November 2020 (the Sale Date) and all School staff were TUPED over to the John Lyon School.

The remainder of this Governors' report focuses principally on the objectives and activities of the Company in owning and running the School in the period prior to the Sale Date. Following the completion of sale and the disposal by the Company of the School's business and assets, it is the intention of the directors of WCTA and the Governors of the Company to move to novate the remaining assets and liabilities of the Company to WCTA and to proceed to wind up the Company in accordance with applicable legislation.

c. Objectives for the accounting period

The Governors' main objectives during the Accounting Period have been to advance the Christian religion and to educate the School's pupils to at least the same high standard as achieved in previous years, so that they will be able to gain entry to their chosen senior school for the next stage of their education. The strategy to achieve this has been the maintenance of a generous teacher/pupil ratio and the tailoring of the School's educational provision to meet the appropriate needs of its pupils in the highly competitive educational world of North West London. The Governors have referred to the guidance contained in the Charity Commission's General Guidance on Public Benefit when reviewing our aims and objectives and in planning our future activities. Particular attention has been paid to the provision of Bursaries for those who need help with our relatively modest fees and also to enabling access by the local community to our facilities. In particular, the Board of Governors have considered how planned activities contribute to the aims and objectives they have set.

d. The purpose of the charity

The School's strategic aim to reach its objectives for the public benefit as a Charitable Independent School has been to encourage all pupils to reach high academic levels, while benefiting also from a broad and exciting extracurricular programme, and to continue with an admissions policy that also provides access and help for pupils from lower incomes or otherwise disadvantaged families to benefit from our fee based schooling. This aims to develop other interests in life for eventual participation in civil society and prepare them for the senior school of their own and their parents' choosing.

e. Principal activity

Quainton Hall School's principal activity has been the provision of day-school education for children aged 2½ - 13 years both in academics and in religion. The School had an average of 204 pupils during the 2019-2020 academic year with the Pre Prep being close to capacity. The Nursery has been running near to capacity of 25 in the morning sessions with places available for the afternoon sessions.

In terms of academic performance, 2020 was dominated by the Covid 19 pandemic. The School made every attempt to ensure the safety of its pupils and staff, especially as the London Borough of Harrow had one of the highest rates of infection in the first six months of the pandemic. Risk assessments were updated regularly and the school remained open to the children of key workers, which numbered 85 children in June 2020. Social distancing measures were introduced throughout the School and key-workers' children were required to bring a packed lunch into school, which was eaten outside.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

Objectives and activities (continued)

In order to ensure that the children's education was interrupted as little as possible, the School bought 60 Chrome books, to ensure that all the pupils could engage with the online, remote learning platform. Every day lessons were delivered by Zoom for children in years Pre-Prep1 to Prep 8, while 'Show My Home Work' was used to share resources and keep parents informed of workplans.

19 staff were furloughed and school fees were reduced on a sliding scale, depending on how many hours of Zoom teaching could be offered.

Oversight of the academic performance of the School has been maintained primarily by Governors' Education Committee and Governors were kept fully informed of the educational provision being provided for the children as well as safety issues, throughout 2020. Normally, at each committee meeting a Head of Department has reported on the changes, progress and plans for their department. Curriculum development is reviewed on a termly basis and the Headmaster has reported to the whole governing body on the internal and external methods used for monitoring academic progress and their results. Even in a very difficult year, the Governors believe that these activities have met the educational aims and objectives of the Charity.

In order to fulfil the religious aims of the Charity, Fr Mike Still continued to hold Chapel services until the Covid 19 pandemic prevented services. Similarly, the Bishop of Fulham and Fr Guy Willis were booked to hold school Masses, but the various lockdowns in 2020 made this impossible. Normally all pupils in the School have been given the opportunity to attend services of Christian worship, even if they do not pray or receive communion. Through the Chapel, visits and RS lessons, pupils not only experience Christian worship but also learn about the Christian faith. Time has also been set aside to celebrate the other faith traditions represented by the pupils, both in assemblies and lessons.

The majority of fee income has been spent on the salaries of the academic staff, in order to fulfil the educational and religious needs of the Company.

Achievements and performance

a. Main achievements of the Charity

Quanton Hall enjoyed another successful academic year with the boys and girls achieving highly across the board. There continued to be strong demand for places at certain ages in the school and lists of registrations were starting to grow. The academic achievements of the Year 8 leavers were pleasing with all of the children being awarded places at the first choice school. A number of awards were gained early in the year but sadly from March 2020 London Academy of Music and Drama (LAMDA) and Associated Board (AB) results were cancelled as a result of the pandemic.

In a similar manner the pandemic prevented the usual sports fixtures, after school clubs and activities programme, together with a number of domestic and international trips.

Despite the lockdown the remote learning platform has offered the children a breadth of opportunities. Standards have remained high both in and out of the classroom.

The small fleet of minibuses has helped to attract and transport pupils in a wider catchment area with both morning and evening routes each day.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

Achievements and performance (continued)

b. Bursary assistance

Quainton Hall School has been committed to providing bursaries to those families whose children, whilst being of the ability and personality to thrive at the School, may not have the means to be able to afford to send their children here. Fundamental to the bursary policy, enshrined in the School's ethos, is that the child is placed first and the parents' means second. The approach to bursaries covers new and existing pupils and has been used to provide financial assistance in the event of unforeseen financial difficulties which have been faced by existing parents.

Bursaries have normally been awarded each academic year, but can, in exceptional circumstances, be granted during the course of the year. These bursaries are means tested and can amount up to full fees together with additional extras.

During the period to 31 December 2020 we supported fourteen children through our Bursary Scheme. The level of support varied in value from 10% to 100% of fees and is determined on a means-tested basis and submitted to the Governors' Finance and General Purposes Committee for approval. The reduction in annual fee income was a cost to the Company of £137,468 (2019: £126,637).

c. Facilities

The Company has aimed to use school facilities to conduct education and recreation for the local community, although these were severely curtailed by the pandemic. The School continued to make its facilities, particularly the swimming pool, available to the local community by allowing subsidised access to a local maintained primary school and a neighbouring preparatory school.

Normally the School has made its facilities available to an external After School and Holiday Club which provides care for pupils from the whole local community. A Maths tutoring group for children aged 5-16 has used classrooms on Saturdays and Sundays. A local Scout and Cub group has used the facilities on a Friday evening and a Karate club on Sundays. Other occasional visitors included a locally based language school.

The School has also lent a local Methodist Church its staging and lighting equipment.

Financial review

a. Sale of school and results for the year

As explained earlier in the report, the sale of the business and assets of the School was completed on 6 November 2020.

The excess of income over expenditure for the period of £762,341 (2019: £71,364 deficit) was wholly attributable to the £817,213 surplus on the sale of the School. Some of the proceeds of the sale were used to repay the Company's borrowings. The reserves at the end of the Accounting Period are £1,880,391 (2019: £1,118,050). All of which are unrestricted.

As described in note 2.2, following the disposal of the School the Governors intend to wind-up the Company. The financial statements are therefore prepared on a basis other than going concern.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

b. Principal risks and uncertainties

Prior to the school's disposal, the principal risks identified by the Governors were categorised under the following headings: external factors including political, environmental, legal and regulatory and economic; financial; operational; compliance; human resources; governance. The principal risks and uncertainties facing the School were summarised as follows:

External economic factors and the sustainability of fee income

The School relies on parents' ability to pay fees as its main source of income. Particularly in the light to the economic shock arising as a result of the continuing Covid-19 pandemic there is a risk that these external economic factors reduce parents' ability to pay fees or result in parents withdrawing pupils due to fee levels.

The other risks and uncertainties arising as a result of the impact of Covid-19 are set out more fully below.

Impact of government legislation

Changes in government legislation, for example charity law and guidance, may impact on the School's status and operation. The School must be able to adapt to such changes practically and efficiently:

Reputational risk and competition from nearby schools

The continuing success of the School is dependent on continuing to attract applicants by maintaining high academic standards, an extensive range of extra-curricular and sporting activities, and excellent facilities. The School operates in a competitive market comprising a number of other local preparatory schools, new free schools and expanding state primary schools.

The Impact of the Global Coronavirus (Covid-19) Pandemic

The School's response to this global issue continues to be informed by guidance from the Foreign and Commonwealth Office (FCO), Public Health England (PHE), the UK Chief Medical Officers (CMOs) and HM Government (HMG).

The School has adopted a risk-based operational approach to the current crisis with an emphasis on the wellbeing of the school community to ensure delivery of education on site and by remote platforms. Within this approach, a key consideration was the support for those pupils within cohorts due to sit public examinations.

Although the magnitude of the longer term economic shock from Covid-19 remains uncertain, activity is likely to weaken materially in the United Kingdom over the coming months and indicators of financial market uncertainty have already reached extreme levels. Temporary, but significant, disruptions to supply chains and weaker activity could challenge cash flows and increase demand for short-term credit from households and for working capital from companies – particularly smaller businesses.

The Governors have been very mindful of the impact of such economic shock on the whole school community, and are determined to manage revenue streams in a considerate and flexible manner to ensure continuity of education whilst meeting obligations and maintaining the underlying core stability of the business model.

Risk Management

The Governors and Senior Management Team of the School have continued to keep the School's activities under review, particularly with regard to any major risks set out above and also those which may arise from time to time or have been identified by the annual review of the Risk Register. The Risk Register reviews the main internal and external factors that will influence the school performance including Governance and Management, Competition, Compliance and Systems.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

The School continued to work with its external Health & Safety advisors carrying out rolling reviews of procedures to ensure compliance with legislation and that major risks identified by this process have been mitigated to an acceptable level. An annual report is presented to Governors. The Headmaster, business manager and nominated Health and Safety personnel carry out regular checks to ensure school staff follow the procedures which have been put in place. The School's Health and Safety Committee meets three times a year and reports to the full Governing Body.

Through the risk management processes established for the Company, the Governors have been satisfied that the major risks identified have been adequately mitigated where possible. It is recognised that systems can only provide reasonable, but not absolute, assurance that major risks have been adequately managed.

Structure, governance and management

a. Constitution

The Company (Walsingham College Affiliated Schools Limited) is governed by its Memorandum and Articles of Association, issued at Incorporation on 23 June 1945 and last amended on 29 April 2013.

b. Governing body

The Governors, the number of which must be no less than five and no more than ten, are elected by a vote of Members at a General Meeting upon the recommendation of the Governors. The Governors base their recommendations to the members on an assessment of an individual's specialist skills, eligibility and personal competence. The Board aims to recruit Governors who have a range of specialist skills, in order to maintain a strong balance of expertise. Governors during the Accounting Period included experts in education, financial management, law, property development and estates. No Governor has any beneficial interest in the Company. A small number of Governors stepped down following completion of the sale of the School and two of them, Monica Palmer and Jo Owens, have been offered and have taken up governorship of the School under its new ownership.

c. Induction and training of governors

All new Governors receive an induction day, at which their role is explained, as is the role of the Board, and details are given of Charity Commission and Companies House requirements. They are also given background information on previous Board decisions, Board papers and general information about the school. The Governors' Induction Programme includes meetings with the Head, the Designated Safeguarding Lead, and the Clerk to the Governors to ensure that there is a thorough understanding of how the School fulfils its regulatory obligations. All Governors are informed of relevant courses available to them throughout the year, including courses and conferences run by the ISI, AGBIS, 1APS and the ISC.

d. Organisational management

The School is administered by a Board of Governors whose members are also Directors of the Company.

The Governors meet regularly in the manner prescribed in the Articles of Association and meet as a full board once a term. The sub-committees, Marketing, Education, and Safeguarding meet at least once a term and the Finance and General Purpose Committee meets more frequently.

Day-to-day management is delegated to the Headmaster, who is assisted by the Business Manager and other members of the Senior Management Team.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

Structure, governance and management (continued)

e. Relationships with connected parties and affiliated bodies

The School is a member of the Independent Association of Prep Schools (IAPS), the professional association of the leading 600 independent prep schools in the UK and worldwide. The School is also a member of the Association of Governing Bodies of Independent Schools (AGBIS), which provides governance advice, and the Independent Schools' Bursars Association (ISBA), which promotes the efficient and effective management of the non-academic aspects of independent schools.

The School received a Gold award for our School Travel Plan which is a Transport for London initiative to encourage sustainable travel.

Plans for future periods

The Governors' long-term plans for the school have been secured by its sale to the Harrow Foundation.

It is the intention of the directors of WCTA and the Governors of the Company to move to novate the remaining assets and liabilities of the Company to WCTA and to proceed to wind up the Company in accordance with applicable legislation.

Statement of Governors' responsibilities

The Governors (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Governors' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Governors to prepare financial statements for each financial period. Under company law, the Governors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Governors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102)
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Governors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

GOVERNORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

Disclosure of information to auditors

Each of the persons who are Governors at the time when this Governors' report is approved has confirmed that:

- so far as that Governor is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Governor has taken all the steps that ought to have been taken as a Governor in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Approved by order of the members of the board of Governors and signed on their behalf by:


The Reverend V Baron
Chairman

Date: 18 July 2021

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED

Opinion

We have audited the financial statements of Walsingham College (Affiliated Schools) Limited (the 'charitable company') for the period ended 31 December 2020 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, 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 charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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.

Emphasis of matter - financial statements prepared on a basis other than going concern

We draw your attention to note 2.2 in the financial statements which explains that following the disposal of the school the charity has ceased to trade and the governors intend to wind-up the charity. As such, they do not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern. Our opinion is not modified in this respect of this matter.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED (CONTINUED)

Other information

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

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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Governors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Governors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Governors' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Governors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Governors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Governors' report and from the requirement to prepare a Strategic report.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED (CONTINUED)

Responsibilities of trustees

As explained more fully in the Governors' responsibilities statement, the Governors (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Governors 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 Governors are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Governors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Julie Grimmer FCA DChA (Senior statutory auditor)
for and on behalf of
Larking Gowen LLP
Chartered Accountants
Statutory Auditors
Norwich

Date: 5 August 2021

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE PERIOD ENDED 31 DECEMBER 2020**

	Note	Unrestricted funds Period ended 31 December 2020 £	Total funds Period ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Income from:				
Donations and legacies	3	1,931	1,931	4,309
Charitable activities		3,115,481	3,115,481	2,584,715
Other trading activities	5	53,752	53,752	52,549
Investments	6	26	26	56
Other income	7	115,127	115,127	-
Total income		3,286,317	3,286,317	2,641,629
Expenditure on:				
Raising funds		41,387	41,387	44,805
Charitable activities		3,299,802	3,299,802	2,668,188
Total expenditure	8	3,341,189	3,341,189	2,712,993
Net movement in funds before other recognised gains				
		(54,872)	(54,872)	(71,364)
Other recognised gains:				
Surplus on disposal of school	13	817,213	817,213	-
Net movement in funds		762,341	762,341	(71,364)
Reconciliation of funds:				
Total funds brought forward		1,118,050	1,118,050	1,189,414
Net movement in funds		762,341	762,341	(71,364)
Total funds carried forward		1,880,391	1,880,391	1,118,050

The Statement of financial activities includes all gains and losses recognised in the period.

As disclosed in note 2.2, on 6 November 2020 the charity transferred the operation of Quinton Hall School, together with the school buildings, all of the staff, and certain other assets and liabilities to John Lyon School. From that date the charity ceased to trade.

The notes on pages 17 to 34 form part of these financial statements.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)
REGISTERED NUMBER: 00396478

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	31 December 2020 £	31 August 2019 £
Fixed assets			
Intangible assets	12	-	33,546
Tangible assets	13	-	2,438,048
		-	2,471,594
Current assets			
Debtors: amounts falling due after more than one year	14	1,080,000	-
Debtors: amounts falling due within one year	14	316,111	184,192
Cash at bank and in hand		623,980	143,554
		2,020,091	327,746
Creditors: amounts falling due within one year	15	(139,700)	(1,607,440)
Net current assets / liabilities		1,880,391	(1,279,694)
Total assets less current liabilities		1,880,391	1,191,900
Creditors: amounts falling due after more than one year	16	-	(73,850)
Net assets		1,880,391	1,118,050
Total net assets		1,880,391	1,118,050

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)
REGISTERED NUMBER: 00396478

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2020

	Note	31 December 2020 £	31 August 2019 £
Charity funds			
Restricted funds	17	-	-
Unrestricted funds	17	1,880,391	1,118,050
Total funds		<u>1,880,391</u>	<u>1,118,050</u>

The Governors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Governors and signed on their behalf by:



The Reverend V Baron

Chairman

Date:

18 July 2021

The notes on pages 17 to 34 form part of these financial statements.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2020

	Period ended 31 December 2020 £	Year ended 31 August 2019 £
Cash flows from operating activities		
Net cash used in operating activities	(226,164)	61,043
Cash flows from investing activities		
Dividends, interest and rents from investments	26	56
Proceeds from the sale of tangible fixed assets	-	12,075
Purchase of tangible fixed assets	(38,731)	(43,525)
Proceeds from sale of school	1,800,000	-
Net cash provided by/(used in) investing activities	1,761,295	(31,394)
Cash flows from financing activities		
Cash inflows from new borrowing	400,000	-
Repayments of long term loan	(1,454,705)	(45,296)
Repayments of finance leases	-	(3,444)
Net cash used in financing activities	(1,054,705)	(48,740)
Change in cash and cash equivalents in the period	480,426	(19,091)
Cash and cash equivalents at the beginning of the period	143,554	162,645
Cash and cash equivalents at the end of the period	623,980	143,554

The notes on pages 17 to 34 form part of these financial statements

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

1. General information

Walsingham College (Affiliated Schools) Limited is a private company limited by shares, registered in England and Wales. The registered office is The Shrine Office, Walsingham, Norfolk, NR22 6EE.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Walsingham College (Affiliated Schools) Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling which is the functional currency of the charitable company and rounded to the nearest £.

2.2 Going concern

On 6 November 2020 the charity transferred the operation of Quainton Hall School, together with the school buildings, all of the staff, and certain other assets and liabilities to John Lyon School. From that date the charity ceased to trade and the governors intend to wind-up the charity.

As a result the financial statements are prepared on a basis other than going concern, which includes, where appropriate, writing down assets to net realisable value, and recognising any contractual commitments that have become onerous at the balance sheet date. No material adjustments arose as a result of ceasing to apply the going concern basis. The financial statements do not include any provision for the future costs of winding-up the charity, except to the extent that such costs were committed at the balance sheet date.

2.3 Income

Fees receivable and charges for services, less any allowances, scholarships and bursaries granted by the school against those fees are accounted for in the period in which the service is provided. Where fees are received for a future service period they are included in deferred income, including those fees received under an advance fee payment scheme.

Investment income is accounted for on an accruals basis.

Donations, legacies grants and other voluntary income are accounted for as and when entitlement arises, the amount can be reliably measured and the economic benefit is considered probably.

Where a donor or an appeal has imposed restrictions the income is credited to the restricted fund.

The turnover of the charity is wholly attributable to the objects of the charity as stated in the Governors' Report and is earned entirely within the UK. The charity is not registered for VAT.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is accounted for on an accruals basis with irrecoverable VAT included with the item to which it relates.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between expenditure categories and departments on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly.

2.5 Government grants

Government grants are credited to the Statement of financial activities as the related expenditure is incurred.

2.6 Intangible assets and amortisation

Intangible assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Goodwill represents the difference between the fair value of the consideration paid on the acquisition of the Nursery business and the fair value of the separable net assets acquired.

The goodwill arising has been capitalised and is being amortised on a straight line basis over its remaining useful economic life which is deemed to be 6 years. The website is being amortised on a straight line basis over its useful economic life, which is deemed to be 10 years.

2.7 Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.7 Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following bases:

Freehold buildings	- 50 years straight line
Fixtures, fittings and equipment	- 20% reducing balance

Freehold land is not depreciated.

2.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a 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.

2.11 Financial instruments

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.12 Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.13 Pensions

Teaching staff are members of the Teachers' Pension Scheme (TPS), a defined benefit scheme administered by the Teachers' Pension Agency. Contributions to the scheme are charged to the Statement of Financial Activities as they fall due. The TPS is an unfunded scheme. Contributions on a 'pay as you go' basis are credited to the exchequer under arrangements governed by the Superannuation Act 1972. Actuarial valuations are carried out on a notional set of investments. Under the definitions set out in FRS 102 the TPS is a multi-employer pension scheme. The charity is unable to identify its share of the underlying (notional) assets and liabilities of the scheme. Accordingly, under FRS 102 the scheme is accounted for as if it were a defined contribution scheme.

The charity also contributes to personal pension schemes for its non-teaching staff.

2.14 Fund accounting

Unrestricted funds comprise those funds which can be used in accordance with charitable objects at the discretion of the governors.

Designated funds comprise those funds set aside by the Governors for specific purposes.

Restricted funds are funds that can only be used for particular restricted purpose in accordance with the wishes of the donor or when funds are raised for particular restricted purposes.

2.15 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the governors 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.

The governors do not consider that there are any critical estimates or areas of judgement that need to be brought to the attention of the readers of the financial statements.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

3. Income from donations and legacies

	Unrestricted funds Period ended 31 December 2020 £	Total funds Period ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Donations	1,931	1,931	4,309

In the prior year all income was unrestricted.

4. Income from charitable activities

	Total funds Period ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Gross school fees	3,354,004	2,609,711
Less: bursaries and discounts	(334,012)	(144,678)
Net school fees	3,019,992	2,465,033
Registration fees	6,700	7,251
Extras income	67,663	88,745
School bus/transport income	20,009	23,686
Late payment charges	1,117	-
	3,115,481	2,584,715

In both periods all income was unrestricted.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

5. Income from other trading activities

	Unrestricted funds Period ended 31 December 2020 £	Total funds Period ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Uniform shop	1,137	1,137	1,452
Rent and premises hire	52,615	52,615	51,097
Total 2020	<u>53,752</u>	<u>53,752</u>	<u>52,549</u>

In the prior year all income was unrestricted.

6. Investment income

	Unrestricted funds Period ended 31 December 2020 £	Total funds Period ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Interest receivable	26	26	56

In the prior year all income was unrestricted.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

7. Other incoming resources

	Unrestricted funds Period ended 31 December 2020 £	Total funds Period ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Coronavirus Job Retention Scheme income	115,127	115,127	-

During the year the charity received government funding as part of the Coronavirus Job Retention Scheme. Funding represents the costs of employing certain staff unable to carry out their duties as a result of the coronavirus crisis.

8. Analysis of expenditure by expenditure type

	Staff costs	Depreciation/ Amortisation	Other costs	Total funds Year ended 31 December 2020 £	Total funds Year ended 31 August 2019 £
Loan interest and other finance costs	-	-	41,387	41,387	44,805
	-	-	41,387	41,387	44,805
Teaching	1,969,848	-	180,977	2,150,825	1,726,584
Welfare	103,702	-	59,665	163,367	149,980
Premises	73,406	170,467	301,299	545,172	422,756
Support and governance	192,117	7,072	241,249	440,438	368,868
	2,339,073	177,539	783,190	3,299,802	2,668,188
	2,339,073	177,539	824,577	3,341,189	2,712,993

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

Analysis of support and governance costs

	31 December 2020 £	31 August 2019 £
Governance costs		
Governors' expenses	788	726
Legal and professional fees relating to governance	7,909	8,640
Auditors' remuneration for audit services - current auditors	36,552	21,691
	<u>45,249</u>	<u>31,057</u>
Support costs		
Amortisation of intangible assets	7,072	5,193
Auditors' remuneration for non audit services	4,780	-
Legal and professional fees relating to support	16,771	71,272
Support staff wages, national insurance and pension	192,117	137,838
Other support costs	174,449	123,508
	<u>440,438</u>	<u>368,868</u>

9. Auditors' remuneration

	31 December 2020 £	31 August 2019 £
Fees payable to the Company's auditor for the audit of the company's annual accounts, including under provision for prior year	36,552	21,691
Fees payable to the Company's auditor for non-audit services	4,780	-
	<u>41,332</u>	<u>21,691</u>

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

10. Staff costs

	Period ended 31 December 2020 £	Year ended 31 August 2019 £
Wages and salaries	1,899,300	1,566,972
Social security costs	175,904	131,620
Pension costs	263,869	148,136
	<u>2,339,073</u>	<u>1,846,728</u>

Staff costs include redundancy payments of £Nil (2019: £15,451) and non-contractual severance payments of £Nil (2019: £30,070). All amounts were paid in the period and are recognised on the basis set out in accounting policy 2.4.

The average number of persons employed by the Company during the period was as follows:

	Period ended 31 December 2020 No.	Year ended 31 August 2019 No.
Teaching	40	43
Domestic	11	13
Administration	9	10
	<u>60</u>	<u>66</u>

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

10. Staff costs (continued)

The number of employees whose annualised employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Period ended 31 December 2020 No.	Year ended 31 August 2019 No.
In the band £60,001 - £70,000	-	1
In the band £80,001 - £90,000	1	-

There was 1 employee whose earnings exceeded £60,000. The Company pension contributions in respect of this employee was £20,246 (2019: £11,536).

The key management personnel of the charity are the senior leadership team and Governors (who are not paid). The total employment benefits including employer national insurance and pension contributions of the key management personnel were £607,304 (2019: £405,127). The increase from 2019 is due to the longer accounting period in 2020 and an expansion by two to those assessed as key management personnel.

11. Governors' remuneration and expenses

During the period, no Governors received any remuneration or other benefits (2019 - £NIL).

During the period ended 31 December 2020, travel expenses totalling £788 were reimbursed to 4 Governors (2019 - £726 to 3 Governors).

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

12. Intangible assets

	Website £	Goodwill £	Total £
At 1 September 2019	11,934	79,999	91,933
Disposals	(11,934)	(79,999)	(91,933)
At 31 December 2020	-	-	-
At 1 September 2019	2,387	56,000	58,387
Charge for the year	1,740	5,332	7,072
On disposals	(4,127)	(61,332)	(65,459)
At 31 December 2020	-	-	-
Net book value			
At 31 December 2020	-	-	-
At 31 August 2019	9,547	23,999	33,546

During the period the charity disposed of the school operation, including all intangible assets.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

13. Tangible fixed assets

	Freehold Land and Buildings £	Fixtures, Fittings & Equipment £	Total £
At 1 September 2019	2,829,386	867,545	3,696,931
Additions	-	38,731	38,731
Disposals	(2,829,386)	(906,276)	(3,735,662)
At 31 December 2020	-	-	-
At 1 September 2019	680,603	578,280	1,258,883
Charge for the period	66,020	104,447	170,467
On disposals	(746,623)	(682,727)	(1,429,350)
At 31 December 2020	-	-	-
Net book value			
At 31 December 2020	-	-	-
At 31 August 2019	2,148,783	289,265	2,438,048

As explained in the governors' report, during the period the charity disposed of the school operation, including all tangible assets. The net surplus on disposal was £817,213.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

14. Debtors

	31 December 2020 £	<i>31 August 2019 £</i>
Due after more than one year		
Deferred consideration	1,080,000	-
	31 December 2020 £	<i>31 August 2019 £</i>
Due within one year		
Fee debtors	43,545	104,228
Other debtors	272,566	3,900
Prepayments and accrued income	-	76,064
	316,111	184,192

15. Creditors: Amounts falling due within one year

	31 December 2020 £	<i>31 August 2019 £</i>
Bank loans	-	1,054,704
Deposits	-	17,900
Trade creditors	14,210	151,238
Fees in advance	-	232,842
Other taxes and social security	-	32,183
Other creditors	111,582	47,340
Accruals and deferred income	13,908	71,233
	139,700	1,607,440

As a result of the reported deficit in the prior period to 31 August 2019 the charity was in breach of the loan covenant to the bank. Bank borrowings were secured by charges over the charity's freehold properties, however following the disposal of the school in the reporting period all bank borrowings have been repaid and the bank security released. There were no bank borrowings outstanding at 31 December 2020.

The charity received a Coronavirus Business Interruption Scheme (CBILS) loan of £200,000 in the period. This was repaid in full following the disposal of the school.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

16. Creditors: Amounts falling due after more than one year

	31 December 2020 £	31 August 2019 £
Deposits	-	73,850

17. Statement of funds

Statement of funds - current period

	Balance at 1 September 2019 £	Income £	Expenditure £	Balance at 31 December 2020 £
Unrestricted funds				
General funds	1,118,045	4,103,530	(3,341,189)	1,880,386
Share capital	5	-	-	5
	<u>1,118,050</u>	<u>4,103,530</u>	<u>(3,341,189)</u>	<u>1,880,391</u>

Statement of funds - prior period

	Balance at 1 September 2018 £	Income £	Expenditure £	Balance at 31 August 2019 £
Unrestricted funds				
General funds	1,189,409	2,641,629	(2,712,993)	1,118,045
Share capital	5	-	-	5
	<u>1,189,414</u>	<u>2,641,629</u>	<u>(2,712,993)</u>	<u>1,118,050</u>

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

18. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 31 December 2020 £	Total funds 31 December 2020 £
Debtors due after more than one year	1,350,000	1,350,000
Current assets	670,091	670,091
Creditors due within one year	(139,700)	(139,700)
Total	1,880,391	1,880,391

Analysis of net assets between funds - prior period

	<i>Unrestricted funds 31 August 2019 £</i>	<i>Total funds 31 August 2019 £</i>
Tangible fixed assets	2,438,048	2,438,048
Intangible fixed assets	33,546	33,546
Current assets	327,746	327,746
Creditors due within one year	(1,607,440)	(1,607,440)
Creditors due in more than one year	(73,850)	(73,850)
Total	1,118,050	1,118,050

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

19. Reconciliation of net movement in funds to net cash flow from operating activities

	Period ended 31 December 2020 £	Year ended 31 August 2019 £
Net expenditure for the period (as per Statement of Financial Activities)	(54,872)	(71,364)
Adjustments for:		
Depreciation charges	170,467	127,457
Amortisation charges	7,072	5,193
Dividends, interests and rents from investments	(26)	(56)
Decrease in debtors	138,081	665,491
Decrease in creditors	(486,886)	(665,678)
Net cash provided by/(used in) operating activities	(226,164)	61,043

20. Analysis of cash and cash equivalents

	31 December 2020 £	31 August 2019 £
Cash in hand	623,980	143,554
Total cash and cash equivalents	623,980	143,554

21. Analysis of changes in net debt

	At 1 September 2019 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	143,554	480,426	623,980
Debt due within 1 year	(1,287,546)	1,287,546	-
	(1,143,992)	1,767,972	623,980

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

22. Pension commitments

Teachers' Pension Scheme ("TPS")

Up until the date of the disposal of the school (6 November 2020) the charity had employees who were members of, and the charity contributed to, the TPS. Following the disposal of the school the charity had no further commitments or liability exposure in relation to the scheme.

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for full-time teachers and, from 1 January 2007, automatic for teachers in part-time employment following appointment or a change of contract, although they are able to opt out.

The TPS is an unfunded scheme and members contribute on a 'pay as you go' basis – these contributions along with those made by employers are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

The employer contributions increased from 16.48% to 23.68% from 1 September 2019.

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. The valuation report was published by the Department for Education on 5 March 2019. The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% administration levy)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million, giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI, assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The next valuation result is due to be implemented from 1 April 2023.

The employer's pension costs paid to TPS in the year amounted to £218,511 (2019: £132,039). Contributions payable at the period end were £nil (2019: £13,047).

A copy of the valuation report and supporting documentation is on the Teachers' Pensions website (<https://www.teacherspensions.co.uk/news/employers/2019/04/teachers-pensions-valuation-report.aspx>).

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The academy has accounted for its contributions to the scheme as if it were a defined contribution scheme. The school has set out above the information available on the scheme.

WALSINGHAM COLLEGE (AFFILIATED SCHOOLS) LIMITED
(A company limited by shares)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020**

22. Pension commitments (continued)

The charity also contributes to defined pension schemes on behalf of other staff. Employer contributions payable to these schemes were £45,358 (2019: £16,098) and at the period end £nil (2019: £2,875) was accrued in respect of contributions payable to these schemes.

23. Operating lease commitments

At 31 December 2020 the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	31 December 2020 £	31 August 2019 £
Not later than 1 year	-	40,109
Later than 1 year and not later than 5 years	-	135,448
	<u>-</u>	<u>175,557</u>

24. Related party transactions

Mrs M Ford, who is the wife of the school's headmaster and secretary, received remuneration for services totalling £35,059 (2019: £2,200).

One of the properties from which the school operated, 95 Hindes Road, was owned by the parent charity Walsingham College Trust Association. The property was used in the principal activity of the charity, being the provision of day-school education. No rent is charged for the use of this property.

25. Controlling party

The charity is a 100% subsidiary of Walsingham College Trust Association Limited which is also the ultimate controlling party. Consolidated financial accounts can be obtained from the parent company address: Walsingham College Trust Association Limited, The Shrine Office, Walsingham, Norfolk, NR22 6EE. The share capital consists of 21 (2019: 21) Ordinary 25p shares with an aggregate value of £5.25 (2019: £5.25).