



John Badley
Foundation

THE JOHN BADLEY FOUNDATION
(A Registered Charity)

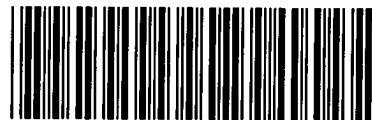
FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 AUGUST 2019

Charity No: 1138332
Company No: 07293540

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THE JOHN BADLEY FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE PERIOD ENDED 31 AUGUST 2019

TRUSTEES

M J L Bashaarat (appointed 1 September 2018)
M N E Batstone (retired 21 January 2019)
K J Budge (retired 31 August 2018)
J Cross
L K Goldsmith
M Hanson (appointed 22 November 2019)
C E Jarmy
J P M Johnson (appointed 21 September 2018)
R J Lippiett (retired 22 November 2019)
R D L Lushington

TREASURER

R D L Lushington

ADDRESS AND REGISTERED OFFICE

Bedales School
Petersfield
Hampshire
GU32 2DG

CHARITY NUMBER

1138332

COMPANY NUMBER

07293540

BANKERS

National Westminster Bank
4 High Street
Petersfield
Hampshire
GU32 3JF

INVESTMENT MANAGERS

Rathbones
8 Finsbury Circus
London
EC2M 7AZ

SOLICITORS

Veale Wasborough Vizards
Orchard Court
Orchard Lane
Bristol
BS1 5WS

AUDITORS

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

THE JOHN BADLEY FOUNDATION

REPORT OF THE TRUSTEES

FOR THE PERIOD ENDED 31 AUGUST 2019

The Trustees present the report and accounts of the charity for the period ended 31 August 2019.

The financial statements have been prepared in accordance with the Statement of Recommended Practice – Charities SORP.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Status and administration

The John Badley Foundation was incorporated on 23 June 2010. The Trust is a registered charity, number 1138332 and company number 07293540.

Recruitment, induction and training of trustees

Existing trustees identify new trustees and one to one induction takes place with the Treasurer. Selective reading material is provided to all trustees.

Public Benefit

The trustees confirm that they have referred to the Charity Commission's guidance on Public Benefit in reviewing the charity's objectives, activities and future plans.

OBJECTIVES AND ACTIVITIES

The objects of the charity as stated in its constitution are, for the public benefit, to advance the education of the pupils at the school through all lawful means including (but not limited to) providing and assisting in the provision of facilities for the school and enabling access to, and use of those facilities by the local community as well as providing a fund which will both support existing pupils at the school who are in financial need and to enable children to attend the school who would not otherwise have been so able through the provision of scholarships, exhibitions, bursaries, maintenance allowances or other grants and such other purposes as are incidental to and other activities in connection with the objects set out above.

In support of the school's educational priorities, the primary aim of the John Badley Foundation (JBF) is to raise and steward funds to support full bursaries to Bedales and Dunhurst, specifically to attract talented young people to the schools who would otherwise be unable to consider an independent education because of their financial circumstances. The JBF scheme augments the school's existing bursary schemes (school bursary fund and Bedales Grants Trust Fund) and aims to be more ambitious and far-reaching.

The secondary aim is to provide funding for major capital projects, the first such project was the Sports Pavilion in memory of Old Bedalian Sam Banks, the second was a new Art and Design building which was completed at the end of March 2016.

Fundraising activity is very much in the early stages but is concentrated on: Major Donors, Legacies, Regular giving, Trusts, awareness raising and targeted campaigns.

ACHIEVEMENTS AND PERFORMANCE

Since launching in 2010, the JBF has helped transform the lives of many individuals who have joined Bedales from difficult home or school situations in both the UK and from countries abroad, including those suffering from armed conflict. With thanks to the supporters of the JBF, funds raised have been invested as set out in this report, or used directly to support new bursary beneficiaries to the school with fully funded places. There are currently ten such pupils at Bedales Senior and Prep School, and the Trustees are keen to grow the JBF initiative further. The JBF is now sufficiently mature to have had students moving on to university and beyond: two beneficiaries are currently studying at the Universities of Oxford and Reading, and another one has recently graduated from Edinburgh and is working in the arts.

THE JOHN BADLEY FOUNDATION

REPORT OF THE TRUSTEES (continued)

FOR THE PERIOD ENDED 31 AUGUST 2019

FINANCIAL REVIEW

Incoming resources for the period was £263,441 (2018: £245,786). Resources expended was £134,722 (2018: £129,558) and included donations to Bedales School of £129,259 (2018: £125,818).

Reserves Policy

At 31 August 2019 the total reserves of the Trust was £869,609 (2018: £746,785) of which £817,376 was restricted, mainly being the JBF Bursary fund which the Trustees intend to continue to increase in order to fund more bursaries. Unrestricted funds are being accumulated to support the school's capital development.

Investment Powers, Policy and Performance

The Trustees are empowered to invest any monies as the Trustees in their absolute discretion think fit. The Trustees are satisfied with the performance of the investments in the period.

PLANS FOR THE FUTURE

The long term aim is to have in place two JBF scholars in every year of the schools from Block 1 (i.e. 14 students), and a programme of significant support to the capital development plans of the school through fundraising for capital projects.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of The John Badley Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure of the charity for that year. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

So far as each of the trustees is aware at the time the report is approved:

- there is no relevant audit information of which the company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

THE JOHN BADLEY FOUNDATION

REPORT OF THE TRUSTEES (continued)

FOR THE PERIOD ENDED 31 AUGUST 2019

The Report of the Trustees has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Section 415A of the Companies Act 2006.

On behalf of the Board



Trustee signature

R D L LUSHINGTON
Trustee

15 January 2020

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF

THE JOHN BADLEY FOUNDATION

Opinion

We have audited the financial statements of The John Badley Foundation for the period ended 31 August 2019 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2019 and of the charitable company's net movement in funds, including the 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 3, the trustees (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 trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

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

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 auditor's report.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF

THE JOHN BADLEY FOUNDATION

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Report of the Trustees. 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.

Opinions 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 Report of the Trustees (which incorporates the strategic report and the directors' report) for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees (which incorporates the strategic report and the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

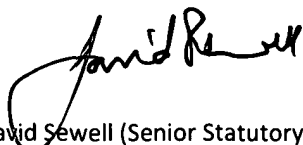
In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees (which incorporates the strategic report and the directors' report).

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

- adequate accounting records have not been kept by the charitable company; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees 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 trustees' report and from the requirement to prepare a strategic 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 Auditor's 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Sewell (Senior Statutory Auditor)
For and on behalf of Haysmacintyre, LLP Statutory Auditors

10 Queen Street Place
London
EC4R 1AG

24 January 2020

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

THE JOHN BADLEY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE PERIOD ENDED 31 AUGUST 2019

		Unrestricted Funds £	Restricted Funds £	13 Months 2019 £	Total 2018 £
INCOME FROM:	Notes				
Donations and gifts		4,750	238,977	243,727	232,741
Investment income		-	19,714	19,714	13,045
Interest received		-	-	-	-
Total income		4,750	258,691	263,441	245,786
EXPENDITURE ON:					
<i>Costs of Raising Funds:</i>					
Investment manager costs		-	3,363	3,363	2,539
<i>Expenditure on Charitable Activities:</i>					
Donations to Bedales School	8	-	129,259	129,259	125,818
Support costs	7	2,100	-	2,100	1,200
Total Expenditure		2,100	132,622	134,722	129,557
Net income before investment gains/(losses)		2,650	126,069	128,719	116,229
Net (loss)/gain on investments					
Realised loss/gain		-	(9,012)	(9,012)	969
Unrealised gains	1	-	3,116	3,116	20,908
Net income		2,650	120,173	122,823	138,106
Transfers between funds	5	-	-	-	-
Net movement in funds		2,650	120,173	122,823	138,106
Reconciliation of funds					
Balance brought forward at 1 August 2018		49,583	697,203	746,786	608,680
Balance carried forward at 31 August 2019		52,233	817,376	869,609	746,786

No summary income and expenditure account has been prepared because this information is clearly identified in the above statement.

The Statement of Financial Activities includes all gains and losses recognised in the period.

The accompanying notes form part of these accounts.

THE JOHN BADLEY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE PERIOD ENDED 31 AUGUST 2019

		Unrestricted Funds £	Restricted Funds £	Total 2018 £
INCOME FROM:	Notes			
Donations and gifts		4,750	227,991	232,741
Investment income		-	13,045	13,045
Interest received		-	-	-
Total income		<u>4,750</u>	<u>241,036</u>	<u>245,786</u>
EXPENDITURE ON:				
<i>Costs of Raising Funds:</i>				
Investment manager costs		-	2,539	2,539
<i>Expenditure on Charitable Activities:</i>				
Donations to Bedales School	8	-	125,818	125,818
Support costs	7	1,200	-	1,200
Total Expenditure		<u>1,200</u>	<u>128,357</u>	<u>129,557</u>
Net income/(expenditure) before investment gains		3,550	112,679	116,229
Net gains on investments				
Realised gains		-	969	969
Unrealised gains	1	-	20,908	20,908
Net income		<u>3,550</u>	<u>134,556</u>	<u>138,106</u>
Transfers between funds	5	-	-	-
Net movement in funds		<u>3,550</u>	<u>134,556</u>	<u>138,106</u>
Reconciliation of funds				
Balance brought forward at 1 August 2017		46,033	562,647	608,680
Balance carried forward at 31 July 2018		<u><u>49,583</u></u>	<u><u>697,203</u></u>	<u><u>746,786</u></u>

No summary income and expenditure account has been prepared because this information is clearly identified in the above statement.

The Statement of Financial Activities includes all gains and losses recognised in the period.

The accompanying notes form part of these accounts.

BALANCE SHEET

AS AT 31 AUGUST 2019

	Notes	2019 £	2018 £
Fixed Assets			
Investments	1	571,004	412,344
Current Assets			
Debtors	2	11,391	39,718
Cash at bank		288,414	295,924
		<u>299,805</u>	<u>335,642</u>
Creditors: amounts falling due within one year	3	<u>(1,200)</u>	<u>(1,200)</u>
Net Current Assets		<u>298,605</u>	<u>334,442</u>
NET ASSETS		<u><u>869,609</u></u>	<u><u>746,786</u></u>
FUNDS			
Unrestricted Funds:			
- General		52,233	49,583
Restricted Funds	5	<u>817,376</u>	<u>697,203</u>
	4	<u><u>869,609</u></u>	<u><u>746,786</u></u>

The financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved and authorised for issue by the Board of Trustees on 15 January 2020 and were signed below on its behalf by:


Trustee's signature

R D L LUSHINGTON
Trustee

The accompanying notes form part of these accounts.

STATEMENT OF ACCOUNTING POLICIES

FOR THE PERIOD ENDED 31 AUGUST 2019

The financial statements have been prepared in accordance with applicable Accounting Standards issued by UK accountancy bodies (FRS 102) and the Statement of Recommended Practice, "Accounting and Reporting by Charities" (SORP 2015) and the Companies Act 2006.

The Trustees consider that there are no material uncertainties regarding the charity's ability to continue as a going concern.

Figures are presented in sterling and rounded to the nearest pound. The Trust constitutes a public benefit entity as defined by FRS102. The particular accounting policies adopted are described below.

a) Basis of Preparation of Accounts

The accounts have been prepared under the historical cost convention as modified for the revaluation of investments.

b) Investment Income, Bank Interest and Donations

Investment income and bank interest are recognised when receivable. Donations are recognised when receivable or when the Trust becomes legally entitled to them and they can reasonably be measured in financial terms.

c) Investments

Investments are included in the Balance Sheet at market value.

d) Funds

Unrestricted general funds are reserves available for use at the discretion of the trustees in furtherance of the objects of the charity.

Restricted funds are funds used for purposes as specified by the donor. Related expenditure is charged to the fund, together with a fair allocation of overheads and support costs.

e) Cash Flow Statement

The charity qualifies as a small charity under the Charities SORP. A cash flow statement is therefore not required.

f) Expenditure

Charitable expenditure is accounted for on an accruals basis with expenditure being categorised on a functional basis. Irrecoverable VAT is apportioned to the expenditure category to which it relates. Charitable expenditure relates to costs incurred in delivering the charity's activities and services to its beneficiaries.

Costs of generating funds are those costs incurred to raise voluntary income and costs of trading activities for the purpose of raising funds.

Governance costs are included in support costs and comprise the costs of running the Charity, including meeting the constitutional and statutory requirements of the charity and the auditor's remuneration.

g) Gains and Losses

Gains and losses on investments are shown separately between realised gains from investment sales during the period (sale proceeds less market value at the beginning of the period) and unrealised gains arising from the increase in value during the period of investments still held.

h) Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

STATEMENT OF ACCOUNTING POLICIES

FOR THE PERIOD ENDED 31 AUGUST 2019

i) **Cash and Cash Equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

j) **Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

k) **Financial Instruments**

Basic financial assets, including trade and other receivables and cash and bank balances are initially recognised at transaction price, 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.

Basic financial liabilities, including trade and other payables 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.

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 31 AUGUST 2019

1. INVESTMENTS	2019 £	2018 £
Market value at 1 August 2018	403,200	340,513
Additions	189,824	63,191
Disposals at cost	(45,612)	(22,380)
Unrealised investment loss/gain	(5,896)	21,877
Market value at 31 August 2019	<u>541,516</u>	<u>403,200</u>
Historical cost as at 31 August 2019	<u>489,291</u>	<u>320,148</u>
Cash awaiting investment	<u>29,488</u>	<u>9,143</u>
Market value of investment portfolio at 31 August 2019	<u>571,004</u>	<u>412,344</u>

All investments (other than cash) are quoted on a recognised UK or International Stock Exchange or are valued by reference to investments listed on a recognised Stock Exchange.

2. DEBTORS	2019 £	2018 £
Accrued income	<u>11,390</u>	<u>39,718</u>

3. CREDITORS	2019 £	2018 £
Accruals	<u>1,200</u>	<u>1,200</u>

4. ALLOCATION OF THE CHARITY NET ASSETS	Investments £	Net Current Assets £	Total £
Unrestricted funds	-	52,233	52,233
Restricted funds	571,004	246,372	817,376
	<u>571,004</u>	<u>298,605</u>	<u>869,609</u>
As at 31 July 2018:			
Unrestricted funds	-	49,583	49,583
Restricted funds	412,344	284,859	697,203
	<u>412,344</u>	<u>334,442</u>	<u>746,786</u>

THE JOHN BADLEY FOUNDATION

NOTES TO THE ACCOUNTS (continued)

FOR THE PERIOD ENDED 31 AUGUST 2019

5. RESTRICTED FUNDS

	Music School	JBF Bursaries	Total
	£	£	£
At 1 August 2018	2,120	695,083	697,203
Net income/(expenditure)	-	126,069	126,069
Transfers	-	-	-
Investment Losses	-	(5,896)	(5,896)
At 31 August 2019	<u>2,120</u>	<u>815,256</u>	<u>817,376</u>

Restricted Funds for the Year Ended 31 July 2018

	Music School	JBF Bursaries	Total
	£	£	£
At 1 August 2017	2,120	560,527	562,647
Net income/(expenditure)	-	112,679	112,679
Transfers	-	-	-
Gains	-	21,877	21,877
At 31 July 2018	<u>2,120</u>	<u>695,083</u>	<u>697,203</u>

The Music School Project Fund represents donations received for improvements to the Music School building.

The JBF Bursaries Fund represents donations received for funding Bursaries for students at Bedales Schools from the John Badley Foundation.

6. TRUSTEES REMUNERATION AND EXPENSES

No remuneration or reimbursed expenses were provided to any Trustee during the period.

7. RESOURCES

Included in support costs are audit fees of £2,100 (2018: £1,200).

The Trust did not have any employees in the period.

8. CONNECTED CHARITIES

The Trust was set up to support and promote the activities of Bedales School, charity number 307332.

During the period the Trust contributed £129,259 (2018: £125,818) towards bursaries.