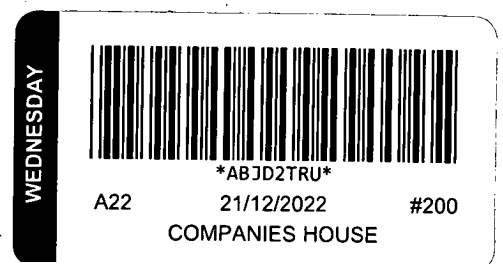


FONTEYN-LEUNG EDUCATIONAL TRUST LTD
 FINANCIAL STATEMENTS
 FOR THE YEAR ENDED
 31 DECEMBER 2021

Company Number: 12363372



FONTEYN-LEUNG EDUCATIONAL TRUST LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

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FONTEYN-LEUNG EDUCATIONAL TRUST LTD
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2021

The directors present their report and the company's financial statements for the year ended 31 December 2021 prepared in accordance with the Companies Act and the Statement of Recommended Practice (SORP) issued by the Charity Commission.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

During the year the company was named the recipient of funds to be transferred from the estate of Mary Yuen Man Leung under a Deed of Variation dated 19th March 2021. At that point the charity became entitled to the residue of the estate which, after payment of the estate's outstanding liabilities, as at the year end was estimated to be worth £1.5m. At the year end date the monies were still held by the executors pending a bank account being opened for the charity but Trustees established that the recognition criteria was established to recognise the gift in the period to 31 December 2021. Post year end the monies were finally transferred in the sum of £1,590,000.

On receipt of the monies from the estate the charity will commence with its core charitable activities and will make grants in accordance with its objects. The Company was established on 13 December 2019 with its objects focussing on the advancement of education and the advancement of the arts and culture.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

The reserves of the Company are currently held by the executors of the estate pending transfer post year end. The trustees are content that they currently hold sufficient reserves to meet their strategy pending further monies being raised.

c. Principal risks and uncertainties

The Company will formulate a risk assessment as part of its work in the current year. Any grants that the Company plan to make will only be made once sufficient funds have been received or secured. The directors do not therefore consider there to be any current significant risks to the Company.

Structure, governance and management

a. Constitution

The Fonteyn Leung Educational Trust Ltd is registered as a charitable company limited by guarantee and was set up with Articles of Association.

b. Methods of appointment or election of Trustees

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

**Fonteyn-Leung Educational Trust Ltd
Report of the Directors (Continued)
For the period ended 31 December 2021**

Statement of Directors' responsibilities

The Trustees (who are also the directors of the Company 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. Under company law, the Trustees 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 Trustees 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 Trustees 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.

Disclosure of information to auditors

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

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

Auditors

The auditors, Haysmacintyre, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

DIRECTORS

The directors who served during the period and up to the date of this report who were all appointed on 13 December 2019 are as follows:

J Carter
R Krenstetter
K W Ludden
A O Mathisen-Edoff
T Tate

On Behalf of the Board

K. W. Ludden

INSERT NAME
Director

Date: 11/30/2022

66 Lincoln's Inn Fields, London, WC2A 3LH

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE FONTEYN LEUNG EDUCATIONAL TRUST LTD FOR THE PERIOD ENDED 31 DECEMBER
2021**

Opinion

We have audited the financial statements of Fonteyn Leung Charitable Trust Ltd for the year ended 31 December 2021 which comprise The Statement of Financial Activity, Balance Sheet, Cashflow statement 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 December 2021 and of the charitable company's net movement in funds, including the income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the [group/charitable company]'s ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

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

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE FONTEYN LEUNG EDUCATIONAL TRUST LTD (CONTINUED) FOR THE PERIOD ENDED
31 DECEMBER 2021**

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 Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report included within the Trustees' Annual Report have 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 Trustees' Annual 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

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with the Companies Act and Charities Act, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements including the Companies Act 2006 and the Charities Act 2011, and consider other factors such as income tax, payroll tax and sales tax.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE FONTEYN LEUNG EDUCATIONAL TRUST LTD (CONTINUED) FOR THE PERIOD ENDED
31 DECEMBER 2021**

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to **recognition of income**. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions; and
- Challenging assumptions and judgements made by management in their critical accounting estimates

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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.

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.



Richard Weaver (Senior Statutory Auditor)
For and on behalf of Haysmacintyre LLP, Statutory Auditor
Date: 1 December 2022

10 Queen Street Place
London
EC4R 1AG

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD
STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	3	1,590,000	1,590,000	0
Total income		1,590,000	1,590,000	0
Expenditure on:				
Charitable activities	5	79,886	79,886	0
Total expenditure		79,886	79,886	0
Net movement in funds		1,510,114	1,510,114	0
Reconciliation of funds:				
Total funds brought forward		1,510,114	1,510,114	0
Net movement in funds		0	0	0
Total funds carried forward		1,510,114	1,510,114	0

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

The notes on the following pages form part of these financial statements.

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

**BALANCE SHEET
AS AT 31 DECEMBER 2021**

	Note	2021 £	2020 £
Current assets			
Debtors		1,590,000	0
		<u>1,590,000</u>	<u>0</u>
Creditors: amounts falling due within one year	8	(79,886)	(0)
Net current assets		<u>1,510,114</u>	<u>0</u>
Total assets less current liabilities		<u>1,510,114</u>	<u>0</u>
Net assets excluding pension asset		<u>1,510,114</u>	<u>0</u>
Total net assets		<u>1,510,114</u>	<u>0</u>
Charity funds			
Unrestricted funds	9	1,510,1154	0
Total funds		<u>1,510,114</u>	<u>0</u>

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

K.W. Ludden

Trustee

Date: 11/30/2022

The notes on the following pages form part of these financial statements.

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities	0	0
Cash flows from investing activities		
Net cash provided by investing activities	-	-
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	0	0
Cash and cash equivalents at the beginning of the year	0	0
Cash and cash equivalents at the end of the year	0	0

The notes on the following pages form part of these financial statements

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

1. General information

The Fonteyn Leung Educational Trust Ltd is a charitable company limited by guarantee incorporated in the UK.

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.

The Fonteyn Leung Education Trust Ltd 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.

2.2 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

Accounting policies (continued)

2.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.5 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.

2.6 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.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.7 Fund accounting

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

3. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £
Donations and legacies	<u>1,590,000</u>	<u>1,590,000</u>

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Donations and legacies	<u>0</u>	<u>0</u>

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

4. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Bank interest	<u>0</u>	<u>0</u>

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Bank interest	<u>0</u>	<u>0</u>

5. Analysis of expenditure by activities

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £
Charitable activities	<u>0</u>	<u>79,886</u>	<u>79,886</u>

	<i>Grant funding of activities 2020 £</i>	<i>Support costs 2020 £</i>	<i>Total funds 2020 £</i>
Charitable activities	<u>0</u>	<u>0</u>	<u>0</u>

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

5. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Total funds 2021 £	Total funds 2020 £
Directors insurance	0	0
Auditor fee and Independent Examiners fee	6,000	0
Legal and Professional fees	73,886	0
Bank charges	0	0
	79,886	0

6. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £5,000 + VAT (2020 - £NIL).

7. Trustees' remuneration and expenses

During the year ended 31 December 2021, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, no Trustee expenses have been incurred (2020 - £NIL).

8. Creditors: Amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	79,886	0

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

9. Statement of funds

Statement of funds - current year

	Balance at 1 Jan 2020 £	Income £	Expenditure £	Balance at 31 Dec 2021 £
Unrestricted funds				
General Funds	<u>0</u>	<u>1,590,000</u>	<u>(79,886)</u>	<u>1,510,114</u>

Statement of funds - prior year

	Balance at 1 Jan 2019 £	Income £	Expenditure £	Balance at 31 Dec 2020 £
Unrestricted funds				
General Funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

10. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Total funds 2021 £
Current assets	1,590,000	1,590,000
Creditors due within one year	(79,886)	(79,886)
Total	<u>1,510,114</u>	<u>1,510,114</u>

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

10. Analysis of net assets-between funds (continued)

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Current assets	0	0
Creditors due within one year	(0)	(0)
Total	<u>0</u>	<u>0</u>

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

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	1,510,114	0
Adjustments for:		
Increase in debtors	(1,590,000)	0
Increase in creditors	79,886	0
Net cash provided by operating activities	<u>0</u>	<u>0</u>

12. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	0	0
Total cash and cash equivalents	<u>0</u>	<u>0</u>

THE FONTEYN LEUNG EDUCATIONAL TRUST LTD

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

13. Analysis of changes in net debt

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>

14. Related party transactions

No trustee received any remuneration or reclaimed any expenses during the year.

During the year the Company has been awaiting the transfer of funds from the estate estimated during the year concerned to be £1,590,000. As a result the charity did not have any funds of its own. In agreement with other trustees, K Ludden (Trustee) agreed to settle any invoices in respect of charitable expenditure in the year and would be repaid from the funds of the charity once released by the executors of the estate. During the year expenses raised by Farrer & Co in respect of legal costs amounted to £73,866, of which £5,000 was settled by the trustee in the year.