

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2022**

incorporating

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

Charity Registration No. **1158435**

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

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SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Report and Financial Statements For the year ended 31st December 2022

Legal and Administrative Information

CHARITY STATUS

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

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

TRUSTEES

The trustees who served during the year were

C R Essex	Fourth term to 30th April 2023
M D Smy	Third term to 30th April 2026
P C Howard-Dobson	Second term to 20th April 2025
A C Henney	First term to 10th May 2023
M J Coker	Appointed 28 th April 2022
N D G Jacob	Appointed 28 th April 2022

ADMINISTRATIVE OFFICES

Trustees: 12 Woodditton Road
Newmarket
Suffolk
CB8 9BQ

BANKERS

HSBC Bank plc
12 Tavern Street
Ipswich
Suffolk
IP1 3AZ

INVESTMENT ADVISERS

Investec Wealth Management Limited
30 Gresham Street
London
EC2V 7QN

INDEPENDENT EXAMINERS

Ensors Accountants LLP
Connexions
159 Princes Street
Ipswich
Suffolk
IP1 1QJ

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

Trustees' Report

The Trustees have pleasure in presenting their report and financial statements for the year ended 31st December 2022.

TRUSTEES

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

OBJECTS

The objects of the charity are:

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

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

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

Trustees' Report - continued

OBJECTS - continued

- (6) Framlingham College Improvement Fund
Provides grants for improving existing buildings and equipment and for new buildings and equipment.
- (7) Moreau Benevolent Fund
Provides for the welfare of past and present members of the College and their families.

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

- (8) Bromage Fund
Provides prizes for sporting excellence to members of the College and bursaries for sporting activities to current and former students.

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

STATEMENT OF PUBLIC BENEFIT

The public benefits derived from the above objectives are:-

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

Trustees' Report - continued

STATEMENT OF PUBLIC BENEFIT – continued

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

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

REVIEW OF THE YEAR

The dominant feature of the year has been the state of the stock market following Russia's invasion of Ukraine. As can be seen from note 6, the valuation gain of £14,794 made in 2021 has been reversed to the extent that we are now showing a loss of £14,186. Fortunately our cash reserves have enabled us to meet the requests made to us during the year.

Accounts

The Statement of Financial Activities (**SOFA**) remains at first glance rather alarming with a deficit of £262,992 in the restricted income fund and an overall deficit of £108,073 after taking account of expendable endowment. However, the deficit is covered by the long term loan from the Society of Old Framlinghamians (**SOF**) so the Trustees have no concern for the future of the charity. Furthermore the loan agreement permits annual repayments to be varied depending on the level of income in the year.

Donations returned to normal levels after last year's enhanced donation from the Society; £6,225 compared to £116,690. Donations from members continue to decline as time takes its toll. These now stand at £3,893 compared to £4,046 last year.

Investment income showed a modest gain from £2,328 to 3,169 helped by rising bank interest rates.

There is nothing to be shown under the heading of 'Other Income' this year. Last year's figure of £68,094 arose from our borrowing a further tranche from the facility provided by the Society of Old Framlinghamians. Because the loan tranche is interest free and for more than one year, the charity was deemed to have received a benefit. This is quantified by calculating the net present value of the amount borrowed. The benefit, in plain English, is derived from the fact that the charity will repay the loan with money which is worth less and less with time.

No loan repayment was made this year. There was, therefore, no additional element in the Concessionary Loan Finance Charge.

Investments, grants and awards are dealt with below.

Whilst the Balance Sheet remains skewed by the loan and the fall in the portfolio valuation, the Trustees consider the reserves are adequate for the level of activity currently undertaken.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

REVIEW OF THE YEAR – continued

Investments

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

Over the last year the portfolio, net of fees, fell 8.2% compared with a gross of fees benchmark of -7.1%. The five-year return net of fees was 13.9% compared to a gross of fees benchmark of 16.9%. The value of our investments at 31 December 2022 had fallen to £154,919. Investec have held an underweight position on UK Equities and Gilts and an overweight position on Overseas Equities and Alternative Investments during the year against their strategic asset allocation. When compared with the net of fees ARC Steady Growth Index, Investec have outperformed their peers.

Grants and Awards

Grants and awards totalled £12,232 (2021: £310,966). In addition to the OF Prizes described in more detail below, the Charity gave financial assistance to a current pupil for music lessons, another pupil for a school choir trip and another pupil for a geography field trip to Iceland.

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

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

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

Trustees' Report - continued

Rules and Policies

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

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Society and the results for the period. In preparing the financial statements the Trustees are required to :

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue.

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

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

Approved by the Trustees and signed on their behalf

P C Howard-Dobson
Trustee
25th March 2023

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**
Report and Financial Statements

For the year ended 31st December 2022
Statement of Financial Activities

	Notes	Unrestricted Income	Restricted Income	Expendable Endowment	2022 TOTAL	2021 TOTAL
INCOME and ENDOWMENT from	3					
Donations and Legacies		2,788	7,330	-	10,118	120,736
Investments		184	2,985	-	3,169	2,328
Other		-	-	-	-	68,094
TOTAL INCOME		<u>2,972</u>	<u>10,315</u>	<u>-</u>	<u>13,287</u>	<u>191,158</u>
EXPENDITURE on	3					
Raising Funds						
<i>Investment Management</i>		83	1,771	-	1,854	1,604
<i>Concessionary Loan Finance Charge</i>	5		7,906	-	7,906	5,008
Charitable Activities	4	1,689	10,543	-	12,232	310,966
Other		122	58	-	180	5
TOTAL EXPENDITURE		<u>1,894</u>	<u>20,278</u>	<u>-</u>	<u>22,172</u>	<u>317,583</u>
NET INCOME/(EXPENDITURE) before investment gains or losses	3	1,078	(9,963)	-	(8,885)	(126,425)
OTHER RECOGNISED GAINS/(LOSSES)						
Net Gains/(Losses) on Investments		-	-	(14,937)	(14,937)	14,940
NET INCOME/(EXPENDITURE)		<u>1,078</u>	<u>(9,963)</u>	<u>(14,937)</u>	<u>(23,822)</u>	<u>(111,485)</u>
TRANSFERS BETWEEN FUNDS	11	(1,078)	1,356	(278)	-	-
NET MOVEMENT IN FUNDS		-	(8,607)	(15,215)	(23,822)	(111,485)
Balances as at 1st January 2022		-	(254,385)	170,134	(84,251)	27,234
Balances as at 31st December 2022	12	<u>-</u>	<u>(262,992)</u>	<u>154,919</u>	<u>(108,073)</u>	<u>(84,251)</u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Report and Financial Statements
For the year ended 31st December 2022**

Balance Sheet

	Notes	2022		2021
		£	£	£
<u>ASSETS</u>				
FIXED ASSETS				
Investments	6		154,919	169,857
CURRENT ASSETS				
Cash at Bank	7	39,032		40,010
		39,032		40,010
<u>LIABILITIES</u>				
Creditors: Amounts falling due within one year	8	-		-
		-		-
NET CURRENT ASSETS			39,032	40,010
Creditors: Amounts falling due after more than one year	9		(302,024)	(294,118)
TOTAL NET ASSETS/(LIABILITIES)			(108,073)	(84,251)
REPRESENTED BY:				
<u>CAPITAL</u>				
TRUST CAPITAL FUNDS				
Expendable Endowment	10	139,341		139,962
Revaluation Reserve	11	15,578		30,172
			154,919	170,134
TRUST INCOME FUNDS				
Restricted			(262,992)	(254,385)
	12		(108,073)	(84,251)

The Financial Statements were approved on 25th March 2023 and signed on behalf of the Trustees by:-

P C Howard-Dobson

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Report and Financial Statements

For the year ended 31st December 2022

Cash Flow Statement

		2022		2021	
Notes	£	£	£	£	£
Surplus/(deficit) for the year		(23,822)		(111,485)	
<i>Adjustments for:</i>					
Notional income arising from concessionary loan		-		(68,094)	
Notional finance charge arising from concessionary loan		7,906		5,008	
Investment income recognised in SOFA		(3,169)		(2,328)	
Fair value (gains)/losses on investments		14,937		(14,940)	
Accumulated income		1		-	
		19,675		(80,354)	
CASH (ABSORBED BY)/ GENERATED FROM OPERATING		(4,147)		(191,839)	
INVESTING ACTIVITIES					
Repayment from Investec		-		278	
Dividends received		3,085		2,324	
Interest received		84		4	
		3,169		2,606	
FINANCING ACTIVITIES					
Additional loan from Society of Old Framlinghamians		-		190,260	
		-		190,260	
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(978)		1,027	

<u>MOVEMENT IN NET DEBT</u>	<u>As at 01.01.2022</u>	<u>Cash Flow</u>	<u>Fair Value Movements</u>	<u>As at 31.12.2022</u>
		£	£	
Deposit account	40,010	(978)		39,032
Current Account	-	-	-	-
Loans falling due after 1 year	294,118		7,906	302,024
	334,128	(978)	7,906	341,056

SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Notes to the Financial Statements

For the year ended 31st December 2022

1 ACCOUNTING POLICIES

Basis of accounting

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

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

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

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

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

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

Preparation of the accounts on a going concern basis

The assets of the charity are greatly diminished by the large creditor falling due after more than one year, being a loan from the Society of Old Framlinghamians of £302,024 (2021: £294,118). As the loan agreement between the Society of Old Framlinghamians and the Charity is flexible in terms of repayments and length, the Trustees consider it appropriate for the accounts to be prepared on a going concern basis. Also, the Charity has significant endowment funds which could be converted to income if the charity did not have sufficient restricted income funds to meet their charitable expenditure. The Trustees would only commit to charitable expenditure if there were sufficient funds and therefore the accounts are prepared on a going concern basis.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Notes to the Financial Statements

For the year ended 31st December 2022

ACCOUNTING POLICIES - continued

Funds Structure

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

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

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

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

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

Recognition of Income

Investment income is recognised on a receivable basis.

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

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

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

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

Expenditure and irrecoverable VAT

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

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

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

SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Notes to the Financial Statements

For the year ended 31st December 2022

Investments

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

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

Financial instruments

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

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

Basic financial assets

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

Basic financial liabilities

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

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

Borrowings and Concessionary Loans

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

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

Taxation

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

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Notes to the Financial Statements

For the year ended 31st December 2022

2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

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

SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Notes to the Financial Statements

For the year ended 31st December 2022

3 Detailed Statement of Financial Activities

	SOF Trust	Charitable	Moreau Benevolent	Mawby Memorial	Alfred Pretty Memorial	O.F. Scholarship	Bromage Memorial	Wallace Scholarship	Framlingham College Improvement	2022 TOTAL	2021 TOTAL
	Unrestricted	Restricted	£	£	£	£	£	£	£	£	£
INCOME											
Donations from SOF General Funds	-	-	-	-	-	6,225	-	-	-	6,225	116,690
Donations and Legacies from Members	2,788	-	193	-	-	456	-	-	456	3,893	4,046
Amalgamated Investment Fund Distributions	138	-	427	96	12	191	651	942	682	3,085	2,324
Interest	46	-	2	3	-	1	4	13	15	84	4
Finance income arising from concessionary loan	-	-	-	-	-	-	-	-	-	-	68,094
	2,972	-	622	99	12	6,873	655	955	1,099	13,287	191,158
EXPENDITURE											
Grants and awards	1,689	-	-	125	25	8,843	1,250	300	-	12,232	310,966
Stockbroker fees	83	-	256	58	7	115	392	566	377	1,854	1,604
Finance charges	-	7,906	-	-	-	-	-	-	-	7,906	5,008
Bank charges	122	-	1	5	-	1	1	20	30	180	5
	1,894	7,906	257	188	32	8,959	1,643	886	407	22,172	317,583
NET INCOME/(EXPENDITURE) before gains or losses	1,078	(7,906)	365	(89)	(20)	(2,086)	(988)	69	692	(8,885)	(126,425)
OTHER RECOGNISED GAINS											
Net Gains/(Losses) on Investments	-	(668)	(2,067)	(464)	(60)	(926)	(3,153)	(4,561)	(3,038)	(14,937)	14,940
NET MOVEMENT IN FUNDS	1,078	(8,574)	(1,702)	(553)	(80)	(3,012)	(4,141)	(4,492)	(2,346)	(23,822)	(111,485)
Balances 1st January 2022		(258,456)	25,752	5,654	867	8,106	36,674	56,056	41,096	(84,251)	27,234
Transfers	(1,078)	(1,870)	-	75	-	2,108	765	-	-	-	-
Balances 31st December 2022	-	(268,900)	24,050	5,176	787	7,202	33,298	51,564	38,750	(108,073)	(84,251)
<i>Represented by:-</i>											
Unrestricted Income	-	-	-	-	-	-	-	-	-	-	-
Restricted Income	-	(276,240)	1,302	35	151	319	247	4,390	6,804	(262,992)	(254,385)
Expendable Endowment	-	6,642	20,592	4,657	573	5,918	29,763	42,418	28,778	139,341	139,962
Revaluation Reserve	-	698	2,156	484	63	965	3,288	4,756	3,168	15,578	30,172
	-	(268,900)	24,050	5,176	787	7,202	33,298	51,564	38,750	(108,073)	(84,251)

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Notes to the Financial Statements

For the year ended 31st December 2022

4 GRANTS and AWARDS

Area	Grants to		Support	TOTAL	
	Individuals £	Institutions £	Costs £	2022 £	2021 £
Educational support	9,025	-	-	9,025	309,075
Educational buildings		-	-		
Research		-	-		
Sporting Activities	1,275	-	-	1,275	1,025
Welfare	1,689	-	-	1,689	600
Other	243	-	-	243	266
	12,232	-	-	12,232	310,966

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

5 INTEREST PAYABLE AND SIMILAR EXPENSES

Interest on financial liabilities measured at amortised cost:

	2022	2021
	£	£
Interest on other loans	7,906	5,008

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2022**

6 INVESTMENTS

2022

	Opening	Additions	Disposals	Change in Valuation	Closing
	£	£	£	£	£
Amalgamated Investment Fund					
Listed investments	165,956	13,804	(13,794)	(14,186)	151,780
Cash awaiting investment					<u>3,139</u>
					<u><u>154,919</u></u>
<i>Allocation between funds</i>					
SOF Charitable Trust					7,340
Moreau Benevolent					22,748
Mawby Memorial					5,141
Alfred Pretty Memorial					636
OF Scholarship					6,883
Bromage Memorial					33,051
Wallace Scholarship					47,174
Framlingham College Improvement					<u>31,946</u>
					<u><u>154,919</u></u>

AMALGAMATED INVESTMENT FUND – UNIT SUMMARY

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2022**

6 INVESTMENTS - continued

2021	<i>Opening</i>	<i>Additions</i>	<i>At Market Valuation Disposals</i>	<i>Change in Valuation</i>	<i>Closing</i>
	£	£	£	£	£
<i>Amalgamated Investment Fund</i>					
<i>Listed Investments</i>	151,063	6,792	(6,693)	14,794	165,956
<i>Cash awaiting investment</i>					<u>3,901</u>
					<u>169,857</u>
<i>Allocation between funds</i>					
<i>SOF Charitable Trust</i>					8,009
<i>Moreau Benevolent</i>					24,815
<i>Mawby Memorial</i>					5,605
<i>Alfred Pretty Memorial</i>					696
<i>OF Scholarship</i>					7,808
<i>Bromage Memorial</i>					36,204
<i>Wallace Scholarship</i>					51,735
<i>Framlingham College Improvement</i>					<u>31,970</u>
					<u>169,857</u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2022**

6 INVESTMENTS - continued

The ten largest holdings by value were:

	2022		2021	
	£	%	£	%
Vanguard FTSE All-World Ucits	14,840	9.6	16,529	9.7
Fundsmith LLP Equity Income	14,573	9.4	16,903	9.9
Artisan Partners Global Value Fund	12,879	8.3	13,234	7.8
Baillie Gifford Global Alpha Growth	10,792	7.0	13,581	8.0
Liontrust Special Status	10,437	6.7	11,943	7.0
Lindsell Train UK Equity	9,311	6.0	10,113	5.9
Man GLG Undervalued Assets	8,908	5.7	10,753	6.3
Jupiter UK Special Situations	8,566	5.5	8,366	4.9
Threadneedle Global Corporate Bonds	8,166	5.2	-	-
Aspect Diversified Trends	5,088	3.3	-	-
Invesco UK Corporate Bonds	-	-	8,174	4.8
Royal London Sterling Credit Fund	-	-	5,170	3.0

The asset allocation at value was:

	2022	2021
	%	%
UK Fixed Interest	9.8	14.7
UK Equities	26.4	26.4
Foreign Fixed Interest	8.7	3.7
Foreign Equities	34.3	35.5
Property etc	4.2	4.8
Alternative Assets	14.6	12.6
Cash	2.0	2.3
	<u>100.0</u>	<u>100.0</u>

Amongst the shares held are five (2021: 4) which produced no income. Their total value is £29,380 (2021: £27,756) which represents 19.0% (2021: 16.3%) of the portfolio.

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2022**

7 CASH BALANCES

			2022	2021
	Current	Deposit	Total	<i>Total</i>
SOF Charitable Trust	-	25,784	25,784	27,654
Moreau Benevolent	-	1,302	1,302	937
Mawby Memorial	-	35	35	49
Alfred Pretty Memorial	-	151	151	171
OF Scholarship	-	319	319	298
Bromage	-	247	247	470
Wallace Scholarship	-	4,390	4,390	4,321
Framlingham College Improvement	-	6,804	6,804	6,111
TOTAL	-	39,032	39,032	40,010

8 CREDITORS: Amounts falling due within one year

	UNRESTRICTED		RESTRICTED		TOTAL	
	2022	2021	2022	2021	2022	2021
Other Creditors	-	-	-	-	-	-
	-	-	-	-	-	-

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2022**

9 CREDITORS: Amounts falling due after one year

	UNRESTRICTED		RESTRICTED		TOTAL	
	2022	2021	2022	2021	2022	2021
Unsecured borrowing at amortised cost						
Loan from related party	302,024	294,118	-	-	302,024	294,118
	<u>302,024</u>	<u>294,118</u>	<u>-</u>	<u>-</u>	<u>302,024</u>	<u>294,118</u>

The Charity was provided in 2016 with a 25 year, interest free, unsecured loan facility of £500,000 by the Society of Old Framlinghamians to enable it to make an immediate grant to Framlingham College for the building of a new sports pavilion, but only £363,740 of the facility was used and £54,000 of this was subsequently repaid. In 2021 the Trustees availed themselves of the remaining facility and withdrew a further tranche of £190,260, which was used to support Framlingham College with their Vision 2025 project.

Because the loans are interest free, they are classed as concessionary loans and have to be shown in the Balance Sheet at fair value, which is the net present value of the closing loan balances. The first tranche of £363,740 is being discounted at 3% and the second of £190,260 at 2.25%. The benefit of repaying the loans in currency subject to inflation was deemed to be £257,647; £189,553 was shown in the SOFA as finance income in 2016 and £68,094 in 2021. Each year part of this credit is written back in the SOFA as a finance charge and added to the loan balance above. The charge of £7,906 (2021: £5,008) does not include an additional amount because no loan repayment was made. When this happens, in effect the discounted value of the repayment is added to the annual finance charge. The balance of the loans on an amortised cost basis is £500,000 (2021: £500,000).

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

SOCIETY OF OLD FRAMLINGHAMIANS CHARITABLE TRUST

Report and Financial Statements

For the year ended 31st December 2022

10 CAPITAL ACCOUNT MOVEMENTS

	SOF Charitable Trust £	Moreau Benevolent £	Mawby Memorial £	Alfred Pretty Memorial £	O.F. Scholarship £	Bromage £	Wallace Scholarship £	Framlingham College Improvement £	2022 TOTAL £	2021 TOTAL £
INCREASE										
Transfers of unspent Restricted Income & restricted donations	-	-	-	-	-	-	-	-	-	-
Net Gain on Sales of investments	-	-	-	-	-	-	-	-	-	1,045
	-	-	-	-	-	-	-	-	-	1,045
REDUCTION										
Net Loss on Sales of investments	(15)	(47)	(10)	(2)	(22)	(72)	(106)	(69)	(343)	-
Transfers to Restricted Income	(3)	(11)	(3)	-	(7)	(193)	(36)	(25)	(278)	-
	(18)	(58)	(13)	(2)	(29)	(265)	(142)	(94)	(621)	-
NET MOVEMENT	(18)	(58)	(13)	(2)	(29)	(265)	(142)	(94)	(621)	1,045
Balances 1st January 2021	6,660	20,650	4,670	575	5,947	30,028	42,560	28,872	139,962	138,917
Balances 31st December 2021	6,642	20,592	4,657	573	5,918	29,763	42,418	28,778	139,341	139,962

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Notes to the Financial Statements

For the year ended 31st December 2022

11 FUNDS

Endowment Funds Revaluation Reserve	Balance 01.01.22	Realised in year	Reductions	Increases	Balance 31.12.22
SOF Charitable Trust	1,351	(18)	(635)	-	698
Moreau Benevolent	4,176	(56)	(1,964)	-	2,156
Mawby Memorial	938	(13)	(441)	-	484
Alfred Pretty Memorial	121	(1)	(57)	-	63
OF Scholarship	1,868	(25)	(878)	-	965
Bromage	6,369	(86)	(2,995)	-	3,288
Wallace Scholarship	9,212	(124)	(4,332)	-	4,756
Framlingham College Improvement	6,137	(83)	(2,886)	-	3,168
TOTAL	30,172	(406)	(14,188)	-	15,578

Endowment Funds excluding Revaluation Reserve	Balance 01.01.22	Income	Expenditure	Transfers	Balance 31.12.22
SOF Charitable Trust	6,660	-	(15)	(3)	6,642
Moreau Benevolent	20,650	-	(47)	(11)	20,592
Mawby Memorial	4,670	-	(10)	(3)	4,657
Alfred Pretty Memorial	575	-	(2)	-	573
OF Scholarship	5,947	-	(22)	(7)	5,918
Bromage	30,028	-	(72)	(193)	29,763
Wallace Scholarship	42,560	-	(106)	(36)	42,418
Framlingham College Improvement	28,872	-	(69)	(25)	28,778
	139,962	-	(343)	(278)	139,341

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

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Notes to the Financial Statements

For the year ended 31st December 2022

11 FUNDS - continued

Restricted Funds Income	Balance 01.01.22	Income	Expenditure	Transfers	Balance 31.12.22
SOF Charitable Trust	(266,467)	-	(7,906)	(1,867)	(276,240)
Moreau Benevolent	926	622	(257)	11	1,302
Mawby Memorial	46	99	(188)	78	35
Alfred Pretty Memorial	171	12	(32)	-	151
OF Scholarship	290	6,873	(8,959)	2,115	319
Bromage	277	655	(1,643)	958	247
Wallace Scholarship	4,285	955	(886)	36	4,390
Framlingham College Improvement	6,087	1,099	(407)	25	6,804
	<u>(254,385)</u>	<u>10,315</u>	<u>(20,278)</u>	<u>1,356</u>	<u>(262,992)</u>

The deficit on the SOF Charitable Trust arises from donations made to Framlingham College as explained in Note 9. The donations would not have been possible without the generous support of the Society of Old Framlinghamians, who made good the shortfall in our funds by giving the charity a twenty five year, interest free loan. The Trustees wish to reiterate that the deficit is covered by the long term loan from the Society of Old Framlinghamians and to point out that the deficit on the SOF Charitable Fund will have no effect on the administration of the other funds. It is the Trustees intention to repay the loan from future donations. That income can fluctuate from year to year is acknowledged in the loan agreement, which permits annual repayments to be varied depending on the level of income in the year, with the loan period extendable at no additional cost, if required.

12 ANALYSIS OF NET ASSETS BY FUND

	Restricted Income Funds	Expendable Endowment Funds	Balance 31.12.22
Investments		154,919	154,919
Current Assets	39,032		39,032
Current Liabilities			
Loan	<u>(302,024)</u>		<u>(302,024)</u>
Total net assets	<u>(262,992)</u>	<u>154,919</u>	<u>(108,073)</u>

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

Notes to the Financial Statements

For the year ended 31st December 2022

13 FINANCIAL INSTRUMENTS

	2022	2021
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	<u>154,919</u>	<u>169,857</u>
Carrying amount of financial liabilities		
Measured at amortised cost	<u>302,024</u>	<u>294,118</u>

14 FUTURE COMMITMENTS

MOREAU SCHOLARSHIPS

The Trustees agreed in 2004 to set up a maximum of two Moreau scholarships per year from 2006. Each scholarship runs for three years at a cost of £1,000 per year. There is, therefore, a future commitment to pay £4,000 in 2023 and £2,000 in 2024 for awards already made, provided award conditions are met.

BROMAGE SCHOLARSHIP FUND

Provided all the conditions are met, the Trustees have a future commitment to pay the second tranche of the Bromage Scholarship of £500 in 2023.

15 TRUSTEES' REMUNERATION AND EXPENSES

The trustees are not remunerated. They are entitled to be paid expenses for attending meetings and duties directly relating to their duties as trustees. In 2022 no trustee was paid (2021: £nil) for travel and other expenses.

16 RELATED PARTY TRANSACTIONS

No awards were made this year (2021: £300,000) to Framlingham College, of which one trustee, Mr. P. Howard-Dobson, is a governor.

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

**SOCIETY OF OLD FRAMLINGHAMIANS
CHARITABLE TRUST**

**Notes to the Financial Statements
For the year ended 31st December 2022**

17 INDEPENDENT EXAMINER'S FEE

Under the terms of the 2014 agreement between the Society and the College, the cost of the examination of these accounts is met by the College, for which the Trustees record their appreciation. The total amount of this is £1,411 (2021: £1,307).

18 POST BALANCE SHEET EVENTS

None.

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

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

I report to the trustees on my examination of the accounts of the Society of Old Framlinghamians Charitable Trust (the Trust) for the year ended 31 December 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

Barry Gostling - FCCA
For and on behalf of ENSORS Accountants LLP
XXth March 2023

Connexions,
159 Princes Street,
Ipswich, Suffolk,
IP1 1QJ.