

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

THE NUFFIELD OXFORD HOSPITALS FUND

CONTENTS

	Page
Reference and administrative details of the charity, its Trustees and advisers	1 - 2
Trustees' report	3 - 9
Independent auditors' report on the financial statements	10 - 12
Statement of financial activities	13
Balance sheet	14
Notes to the financial statements	15 - 35

THE NUFFIELD OXFORD HOSPITALS FUND

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2019

Trustees

Mr J Barclay (resigned 13 May 2019)
Ms S Barratt
Ms A Cowell
Sir Andrew Dilnot
Mr J Ford (appointed 1 June 2019)
Dr A Grocock, Chair
Mr J Ramsden
Dr A Thomson
Dr T Lancaster (appointed 1 March 2020)
Mr J Burchfield (appointed 18 May 2020)

THE NUFFIELD OXFORD HOSPITALS FUND

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2019**

Charity registered number

212575

Principal office

c/o 16 Orchard Close, Eynsham, Witney, Oxford, Oxfordshire, OX29 4EZ

Secretary

Mr R Sonley

Independent auditors

Wellers, Kineton House, 31 Horse Fair, Banbury, OX16 0AE

Bankers

Barclays Bank Plc, 54 Cornmarket Street, Oxford, OX1 3HS

Solicitors

HMG Law, 126 High Street, Oxford, OX1 4DG

Foot Anstey LLP, 100 Victoria Street, Bristol, BS1 6HZ

Stone King LLP, 12 Queen Square, Bath, BA1 2HJ

Solicitors for Wintringham Estate

Macfarlanes LLP, 20 Cursitor Street, London, EC4A 1LT

Master Developer/Joint Venture Partner

Urban & Civic PLC, 50 New Bond Street, London, W1S 1BJ

Property Consultants

Glanville Consultants Ltd, 3 Grovelands Business Centre, Boundary Way, Hemel Hempstead, HP2 7TE

Investment Managers

Brewin Dolphin Ltd, 12 Smithfield Street, London, EC1A 9BD

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2019

The Trustees present their annual report together with the audited financial statements of the The Nuffield Oxford Hospitals Fund for the year 1 January 2019 to 31 December 2019.

Objectives and activities

a. Policies and objectives

The object of the Charity, which is laid down in the Trust Deed, is to raise the standard of service of local hospitals, in order to assist the development and carrying on of the Oxford University Medical School.

The trustees believe that the purpose of the Charity i.e. to raise the standard of service of local hospitals, in order to assist the development and carrying on of the Oxford University Medical School, satisfies the public benefit requirements.

The direct benefit which flows from this purpose is supporting the Oxford University Medical School in the training of doctors in Oxfordshire, by providing grants enabling the provision of, for example:

- New developments in digital education in evidence-based medicine
- Medical simulators
- Seminar room upgrades
- Various training equipment
- Online and hard copy medical texts and upgrades of the Bodleian Health Care and other Medical Libraries

In addition, an annual budget is provided to the Oxfordshire Health Services Research Committee (enabling doctors in training to have research experience).

These benefits are evidenced through the requirement of all grant holders to provide a written report to trustees on completion of their projects on the benefits that have been achieved in supporting the training of doctors in their areas. In addition, trustee visits are arranged to meet with grant holders. Visits arranged during the year were to the Churchill Hospital to see the Transplant Unit under the direction of Prof. Peter Friend, the Oncology department with Prof. van der Heuvel and the Robb Smith Education Centre with Dr. Catherine Swales, Director of Clinical Studies.

It should also be noted that The Nuffield Oxford Hospitals Fund (NOHF) monies provide added value and benefits over and above any NHS or University funding.

The beneficiaries are ultimately the patients receiving treatment from the trained medical doctors, principally within the National Health Service.

In setting objectives and planning for activities, the trustees have given due consideration to general guidance published by the charity commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'. and have complied with section 4 of the Charities Act 2011.

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Objectives and activities (continued)

b. Strategies for achieving objectives

The strategy of the Charity is to continue to ensure that the Charity's investments provide an increasing and sustainable distributable income over the long term to support the objects of the Charity. That income is distributed in grants, which are selected based on medical priorities and maximisation of the benefit to the standard of service in line with the Charity's objectives.

During the year Trustees have been reviewing the Charity strategy in three main areas:

- Discussions are ongoing with representatives of the Medical School (Director of Clinical Studies and others) to consider whether current arrangements for grants are appropriate for the longer-term provision of support for training of doctors in the Medical School. These discussions are taking place in the light of a predicted substantial increase in capital over the next 10 years.
- Detailed discussions are taking place on the distribution between capital and income of future funds derived from the Wintringham investment.
- The short-term strategy is to maintain and increase investment income. A review of investment managers scheduled to take place early in 2020 has been delayed due to the COVID-19 outbreak.

c. Activities undertaken to achieve objectives

The activities of the Charity over the year comprise both investment activities and the grant making activities set out in the next section of this report.

The Charity's investment activities have the objective of continuing to ensure that the investments provide an increasing and sustainable distributable income over the long term to support the objects of the Charity. The current investment portfolio, overseen by the investment committee, provides the funds for the grants awarded each year.

During the year under review, the Charity incurred direct charitable expenditure in relation to grants paid, totalling £361,458 (2018: £222,553). At their meeting on 13 May 2019, the Trustees awarded fourteen grants totalling £395,750 (2018: twelve grants totalling £354,538).

The part of the portfolio which had been invested directly in land has, since 2017, provided an opportunity for a further increase in capital in due course. In April 2017 the Charity (NOHF) entered into a joint venture with Nuffield Dominions Trust (NDT) and Urban & Civic PLC (U&C), whereby the latter purchased a one-third interest of the combined Charity's holdings. NOHF also sold part of its interest to NDT as reported previously. This has resulted in the Charity's share of the overall joint venture partnership being reduced to 15%. The Wintringham project proceeded to plan during the calendar year 2019. Planning permission for a revised plan of up to 2,800 homes was granted at the end of 2018 and work started on preparing the infrastructure in early 2019. Trustees had a chance to visit the nearly completed infrastructure works in the summer of 2019. In the autumn Cala Homes and Morris Homes started housebuilding on site. Morris Homes had begun house sales in early 2020 with Cala Homes hoping to follow in the spring of 2020. A third housebuilder Durkan also signed a contract for housebuilding. The new primary school, Wintringham Primary Academy, started construction and is due to open in September 2020.

Monitoring of the project takes place through the Wintringham Partners Board and 1 Wintringham LLP on which three representatives (trustees) of NOHF sit. A report from 1 Wintringham LLP suggests construction may recommence shortly

d. Grant-making policies

The Grant applications, together with all the necessary relevant information, are required to be submitted to the

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Objectives and activities (continued)

Secretary to the Charity by the end of January each year. They are first reviewed by the Secretary (who seeks further information as necessary) and then by the medical trustees of the Charity. They take into consideration the advice on priorities provided by the Medical Sciences Board (the Board of the University's Medical Sciences Division which is responsible for organisation, development and delivery of the Medical Sciences curricula), who will, if appropriate, make further enquiries themselves and prepare their own recommendations.

All the applications are considered by the trustees at their Annual Meeting in May. Each application is reviewed to ensure that it clearly follows the objects of the Charity. The acceptable applications are then prioritised and, following endorsement by the Nuffield Medical Trustees, appointed to have oversight of the Nuffield Benefaction, grants are awarded in priority order to match the funds available for distribution.

The payment of the approved grant is conditional upon the relevant authorised expenditure being incurred and an invoice being received by the Charity. Grant holders are advised that if no invoice is received within 18 months of the letter of approval then the grant can be withdrawn unless a reasonable explanation is provided.

The grant holders are required to submit a 250 word report on completion of the project so that trustees are able to appreciate the benefits gained from the funding. The trustees visited two of the supported projects during the year to view the benefits themselves.

e. Main activities undertaken to further the charity's purposes for the public benefit

The main activity in 2019 has been to provide a total of £361,458 of support to the Oxford Medical School through fourteen individual grant holders in eight different clinical and academic departments, ranging from Primary Care Health Sciences through to Surgical Sciences and Emergency Medicine. In 2019 there were over 900 registered medical students in the Oxford Medical School.

Achievements and performance

a. Main achievements of the charity

The main achievements have been to fund a wide range of training and educational activities and equipment. Important areas supported by grants were:

- Equipment for undergraduate and postgraduate anatomy education and surgical planning
- Various forms of training including for partnership working in medical education; using virtual reality training for clinical scenarios; modernising student feedback and assessment in GP teaching.
- Paediatric resuscitation teaching equipment and workshops in management of trauma, airways and sick children.
- Continuing upgrade of electronic teaching resources and seminar rooms.

A major sense of achievement came from one of our recent grant recipients in the department of clinical neurosciences who explained that the manikins funded by the Trustees "are being used to prepare staff for dealing with emergency situations in patients with suspected or proven COVID in many clinical areas around the organisation which may have to deal with these critically unwell patients. We have been working in ICU, theatres, PICU and now maternity to help staff feel more confident in these very uncertain and challenging times. The simulation training helps staff to get into their protective gear quickly and safely and allows them to treat patients without fear of contaminating themselves. We are very busy running these courses and we've also made films to show staff how to deal with COVID."

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Achievements and performance (continued)

b. Investment policy and performance

The main investments held by the Charity are quoted investments, both direct listed and pooled investment funds, held on the Stock Exchange and managed under a discretionary arrangement by Brewin Dolphin Ltd together with a 15% interest in the parcel of land known as Wintringham Park at St Neot's. The investment policy in place during 2019 (set in 2016) stated that the primary financial objective was to ensure that the Charity is invested to provide an increasing and sustainable distributable income to support the objectives of the Charity, while maintaining the real value of the fund over the longer term. In February 2020, the Investment Committee revisited the investment policy. The main objective remains unchanged but some of the detail has been updated.

The investment committee which is comprised of three trustees (four served during the year) met four times during the financial year with the investment managers to oversee the performance of the portfolio against specified return targets. The committee also agrees with the managers a suitable asset allocation strategy and the appropriate asset classes deemed suitable for the fund. At the end of 2019 the asset classes for the General Fund were Bonds (7.0%), UK Equities (37.5%), Overseas Equities (45.5%), Property (3.0%), Alternatives (4.5%) and Cash (2.5%).

The General Fund portfolio return in 2019 was 16.4% (compared with the WM Charity Universe total return category 6 figure of 16.1%) compared with -4.5% in 2018 (equal to the WM Charity index for that year). The Post '63 Fund return in 2019 was 10.05% compared to the benchmark of 7.82%. Trustees were satisfied with the service provided by the investment managers, Brewin Dolphin. In line with good governance practice, a review and competitive tender for investment management services will be held in Autumn 2020.

It should be noted that in managing the portfolio, the Restricted Endowment Fund and the Pre 63 Accumulated income fund are managed as one fund, known as the General Fund.

Financial review

a. Going concern

The trustees have considered the impact of Brexit and more recently COVID-19 on the charity's ability to continue to fund grants. While the impact of the virus over the next 12 months is uncertain, the trustees have a reasonable expectation that the charity has adequate resources to continue to support existing grants and commitments and to continue in operational existence for the foreseeable future. If funds decline, the charity can adjust future grants to cope with this and for this reason the trustees continue to 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

It is the policy of the trustees to maintain sufficient reserves in the Charity's Post 1963 Accumulated Income Fund, to provide for charitable expenditure, towards the Charity's object. The capital of the General Fund Capital Account cannot be realised for use as income. However, if required, the Pre 1963 Accumulated Income Fund should enable the trustees to continue appropriate levels of expenditure in the coming years, even if there are decreases in the Charity's investment income.

In the opinion of the trustees, the Charity's assets are adequate to meet its obligations.

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Financial review (continued)

c. Surplus in the year

The Balance Sheet as at 31 December 2019 shows that the net assets of the three funds total £26,328,922 an increase of £1,639,369 during the year. There was a surplus for the year before net investment gains of £47,549 (2018: £267,417). The net gain on disposal and revaluation of assets in the Investment Portfolio of the Charity during the year was £1,591,820 (2018: £1,042,463 loss).

i. Restricted Endowment Fund

At 31 December 2019, the balance of the Restricted Endowment Fund amounted to £23,365,611, an increase of £1,397,976 during the year. This increase arose from net gains on the valuation of investments.

ii. Accumulated Income Fund Pre-1963

During the year, the assets of this fund increased by £171,549 to £1,610,807. This increase arose from net gains on the valuation of investments.

iii. Accumulated Income Fund Post-1963

The Statement of Financial Activities for this fund shows a net increase of £69,844 for the year. Incoming Resources amounted to £492,617 (2018: £575,947) and the Resources expended amounted to £445,068 (2018: £296,738) and the fund assets increased by £22,295. The balance on the Accumulated Income Fund Post 1963 at 31 December 2019 was £1,352,504 compared with £1,282,660 in 2018.

Structure, governance and management

a. Constitution

The governing document is a Trust Deed, dated 4 December 1937, as amended by schemes of 1 July 1952, 22 December 1953, 19 May 1976 and 6 March 1998.

b. Methods of appointment or election of Trustees

The trustees are appointed by the existing trustees and serve for five years and may then put themselves forward for re-appointment which is considered at the Annual General Meeting.

The induction and training of new trustees are to provide them with information that is tailored depending on their background and interests. A copy of the Trust Deed is provided along with annual accounts, risk assessments, investment reports and contact details of fellow trustees. They receive regular updates on Charity Commission publications and attend appropriate charity seminars where relevant.

The trustees carry out background checks before offering posts to new trustees. When considering new trustees, the existing trustees look for specific areas of expertise to help meet the objectives of the Charity.

Trustees are appointed because of their expertise and new trustees have the opportunity to discuss with fellow medical trustees the system for evaluating grant applications.

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Structure, governance and management (continued)

c. Organisational structure and decision-making policies

A total of eight trustees served during the year. Three trustees served on the Investment Committee which meets four times a year. Following the creation of the joint venture with Urban & Civic matters previously considered by the Wintringham sub-committee are now dealt with by 1 Wintringham LLP which has representation from both NOHF and NDT. Meetings are held twice a year and information is also passed on to trustees from the Wintringham Partners Board as necessary. Three trustees served on 1 Wintringham LLP and one trustee is a member of the Wintringham Partners Board. The day to day administration of the Charity is undertaken by the Charity Secretary, in consultation with the Chairman and other trustees as required.

In March 2020 Dr Tim Lancaster was appointed as a Trustee. Provisions have been made to increase the number of trustees by one to allow the appointment of a qualified charity lawyer.

d. Financial risk management

The trustees have assessed the major risks to which the charity is exposed, in particular, those related to the operations and finances of the charity, including Brexit and the coronavirus. The trustees will continue to monitor closely the risks associated with the development of the Wintringham land. The trustees are satisfied that systems and procedures are in place to mitigate the exposure to the major risks.

Plans for future periods

The trustees are expecting to continue to provide further grants in the future to meet the Charity's object. The trustees wish to continue to provide grants at previous levels but are aware of the need to maintain and enhance the value of the funds for the future.

The trustees believe that the development of the Wintringham land will provide significant additional capital to enhance future grant giving, although they are also aware that in the short term there may be some limited constraints on funds available.

Details of the material transactions that have occurred between the year end and the date of authorising these financial statements can be found in note 23.

As set out in strategies for achieving objectives, detailed discussions will continue to consider whether the funds that the Charity may receive arising from Wintringham could be used for a more significant enhancement of facilities for the Medical School throughout the Oxford Hospitals.

THE NUFFIELD OXFORD HOSPITALS FUND

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

Statement of Trustees' responsibilities

The Trustees 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).

The law applicable to charities in England & Wales 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 charity 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 charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity 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 charity'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 charity's auditors are aware of that information.

Auditors

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

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

DocuSigned by:

Anne Grocock

C6DA3C99948F4FC...

Dr A Grocock

(Chair of Trustees)

Date: 18 May 2020

DocuSigned by:

Susan Barratt

5A825F040282450...

Ms S Barratt

THE NUFFIELD OXFORD HOSPITALS FUND

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NUFFIELD OXFORD HOSPITALS FUND

Opinion

We have audited the financial statements of The Nuffield Oxford Hospitals Fund (the 'charity') for the year ended 31 December 2019 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2019 and of its incoming resources and application of resources 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 Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 charity'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.

THE NUFFIELD OXFORD HOSPITALS FUND

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NUFFIELD OXFORD HOSPITALS FUND (CONTINUED)

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

THE NUFFIELD OXFORD HOSPITALS FUND

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE NUFFIELD OXFORD HOSPITALS FUND (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

Wellers

35191EF9D2C3444...

Wellers

Accountants
Statutory Auditors
Kineton House
31 Horse Fair
Banbury
OX16 0AE

20 May 2020

Wellers are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE NUFFIELD OXFORD HOSPITALS FUND

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	Restricted endowment fund 2019 £	Accumulated income fund pre 1963 2019 £	Accumulated income fund post 1963 2019 £	Total funds 2019 £	Total funds 2018 £
Income and endowments from:						
Donations and legacies	2	-	-	50	50	-
Investments	3	-	-	492,567	492,567	438,289
Other income	4	-	-	-	-	137,658
Total income and endowments		-	-	492,617	492,617	575,947
Expenditure on:						
Raising funds	5	-	-	59,302	59,302	54,606
Charitable activities	6	-	-	385,766	385,766	253,924
Total expenditure		-	-	445,068	445,068	308,530
Net gains/(losses) on investments	9	1,397,976	171,549	22,295	1,591,820	(1,042,463)
Net movement in funds		1,397,976	171,549	69,844	1,639,369	(775,046)
Reconciliation of funds:						
Total funds brought forward		21,967,635	1,439,258	1,282,660	24,689,553	25,464,599
Net movement in funds		1,397,976	171,549	69,844	1,639,369	(775,046)
Total funds carried forward		23,365,611	1,610,807	1,352,504	26,328,922	24,689,553

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

The notes on pages 15 to 35 form part of these financial statements.

THE NUFFIELD OXFORD HOSPITALS FUND

**BALANCE SHEET
AS AT 31 DECEMBER 2019**

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	13	-	-
Investments	14	21,111,542	18,079,919
		<u>21,111,542</u>	<u>18,079,919</u>
Current assets			
Debtors	15	3,672,518	5,500,114
Investments	16	500,000	400,000
Cash at bank and in hand		1,070,979	853,177
		<u>5,243,497</u>	<u>6,753,291</u>
Creditors: amounts falling due within one year	17	(26,117)	(143,657)
Net current assets		<u>5,217,380</u>	<u>6,609,634</u>
Total assets less current liabilities		<u>26,328,922</u>	<u>24,689,553</u>
Total net assets		<u>26,328,922</u>	<u>24,689,553</u>
Charity funds			
Restricted endowment funds	18	23,365,611	21,967,635
Accumulated income fund pre 1963	18	1,610,807	1,439,258
Accumulated income fund post 1963	18	1,352,504	1,282,660
Total funds		<u>26,328,922</u>	<u>24,689,553</u>

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

DocuSigned by:
Anne Grocock
C6DA3C99948F4FC...

Dr A Grocock
(Chair of Trustees)
Date: 18 May 2020

DocuSigned by:
Susan Barratt
5A825F040282450...

Ms S Barratt

The notes on pages 15 to 35 form part of these financial statements.

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies

1.1 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity has elected to apply all amendments to FRS 102, as set out in the Financial Reporting Council's triennial review published in December 2017, and included in Update Bulletin 2 to the Charities SORP (FRS 102), prior to mandatory adoption for accounting periods beginning on or after 1 January 2019.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Nuffield Oxford Hospitals Fund 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.

1.2 Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

1.3 Tangible fixed assets and depreciation

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

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

Depreciation is provided on the following basis:

Computer equipment	- 25% Straight Line
--------------------	---------------------

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.4 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

Investment in subsidiary undertakings is valued at historic cost less provision for impairment.

Investments in joint ventures are stated at the amount of the charity's share of net assets. The Statement of financial activities includes the charity's share of the joint ventures' net income or expenditure using the equity accounting basis. As the joint venture is a charity, the investment is presented within restricted funds.

Listed investments held as fixed assets are shown at market value.

1.5 Financial instruments

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

1.6 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 charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.7 Income

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

The incoming resources represent all the income received from quoted investments, bank deposits and income from properties. All incoming resources are taken to the Post 1963 Accumulated Income Fund.

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.8 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 charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made and 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.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

1.9 Interest receivable

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

1.10 Debtors

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

1.11 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.

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. Accounting policies (continued)

1.12 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 charity 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.

1.13 Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgment:

The critical areas of judgement relate to the point when grants made are recognised in the financial statements.

1.14 Realised and Unrealised Gains & Losses on Investments

Realised and unrealised gains and losses on quoted investments held in the General Fund of the Capital Account and on the Pre 1963 Accumulated Fund are treated as capital and added to the relevant fund.

Realised and unrealised gains and losses on quoted investments held in the Post 1963 Accumulated Income Fund are added to this fund.

2. Income from donations and legacies

Accumulated income fund post 1963 2019 £	Total funds 2019 £	Total funds 2018 £
--	-----------------------------	-----------------------------

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. Income from donations and legacies (continued)

		Accumulate d income fund post 1963 2019 £	Total funds 2019 £
Donations	50	50	-
	<u>50</u>	<u>50</u>	<u>-</u>

3. Investment income

	Accumulated income fund post 1963 2019 £	Total funds 2019 £
Income from quoted investments	481,014	481,014
Bank interest	11,553	11,553
	<u>492,567</u>	<u>492,567</u>

	<i>Accumulated income fund post 1963 2018 £</i>	<i>Total funds 2018 £</i>
Income from quoted investments	434,280	434,280
Bank interest	4,009	4,009
	<u>438,289</u>	<u>438,289</u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

4. Other incoming resources

	Total funds 2019 £
VAT repayment supplement	-
	<u><u> </u></u>
	<i>Accumulated income fund post 1963 2018 £</i>
	<i>Total funds 2018 £</i>
VAT repayment supplement	137,658
	<u><u>137,658</u></u>

5. Investment management costs

	Accumulated income fund post 1963 2019 £	Total funds 2019 £
Investment management fees	59,302	59,302
	<u><u> </u></u>	<u><u> </u></u>
	<i>Accumulated income fund post 1963 2018 £</i>	<i>Total funds 2018 £</i>
Investment management fees	54,606	54,606
	<u><u> </u></u>	<u><u> </u></u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

6. Analysis of expenditure on charitable activities

Summary by fund type

	Accumulated income fund post 1963 2019 £	Total funds 2019 £
Award of Grants	386,913	386,913
Development of Wintringham	(1,147)	(1,147)
	<u>385,766</u>	<u>385,766</u>
	<i>Accumulated income fund post 1963 2018 £</i>	<i>Total funds 2018 £</i>
Award of Grants	242,132	242,132
Development of Wintringham	11,792	11,792
	<u>253,924</u>	<u>253,924</u>

7. Analysis of expenditure by activities

	Grant funding of activities 2019 £	Support costs 2019 £	Total funds 2019 £
Award of Grants	361,458	25,455	386,913
Development of Wintringham	-	(1,147)	(1,147)
	<u>361,458</u>	<u>24,308</u>	<u>385,766</u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. Analysis of expenditure by activities (continued)

	<i>Grant funding of activities 2018 £</i>	<i>Support costs 2018 £</i>	<i>Total funds 2018 £</i>
Award of Grants	222,553	19,579	242,132
Development of Wintringham	-	11,792	11,792
	<u>222,553</u>	<u>31,371</u>	<u>253,924</u>

Analysis of support costs

	Award of Grants 2019 £	Development of Wintringham 2019 £	Total funds 2019 £
Staff costs	10,913	-	10,913
Insurance	778	-	778
Trustee meeting expenses	796	-	796
Bank charges	44	-	44
Sundry expenses	94	-	94
Legal and professional costs	-	(1,147)	(1,147)
Governance costs	12,830	-	12,830
	<u>25,455</u>	<u>(1,147)</u>	<u>24,308</u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	<i>Award of Grants 2018 £</i>	<i>Development of Wintringham 2018 £</i>	<i>Total funds 2018 £</i>
Staff costs	10,275	-	10,275
Trustee meeting expenses	662	-	662
Interest costs	36	-	36
Bank charges	27	-	27
Sundry expenses	249	-	249
Legal and professional costs	-	11,792	11,792
Governance costs	8,330	-	8,330
	<u>19,579</u>	<u>11,792</u>	<u>31,371</u>

8. Analysis of grants

	Grants to Individuals 2019 £	Total funds 2019 £
Award of Grants	<u>361,458</u>	<u>361,458</u>

	<i>Grants to Individuals 2018 £</i>	<i>Total funds 2018 £</i>
Award of Grants	<u>222,553</u>	<u>222,553</u>

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

Analysis of grants paid during the year

	2019 £
Annual budget for research - Oxfordshire Health Services Research Committee	120,000
3D Printing of anatomical models for use in Undergraduate and postgraduate anatomy education and surgical planning. - Mr Thomas Cosker and Professor Ashok Handa. Department of Physiology, Anatomy and Genetics Nuffield Department of Surgical Sciences (grant no. 91002)	35,460
C-designing Medical Education: training patients and clinicians for partnership working.- Dr Helen Salisbury and Dr Jane Moore. Nuffield Department of Primary Care Health Sciences (grant no. 91006)	18,793
Refurbishment of Oxford Clinical School Museum.- Dr Jennifer Brown. Nuffield Department of Clinical Laboratory Sciences (grant no. 91009)	12,806
Electronic resources for medical education Donald Mackay (grant no. 92002)	14,106
Expert patient tutors Dr Gina Hadley.Nuff. Dept. Clin. Neuroscience (grant no. 92003)	7,312
Educational facilities Donald Mackay (grant no. 92007)	8,723
Resuscitation Equipment for teaching 5th year students Kevin Thomas. (grant no. 92008)	10,109
Refurb clinical social pathology museum Dr Jennifer Brown (grant no. 92009)	8,704
Teaching using VR Dr Helen Higham. Nuff. Dept. Clin. Neuroscience (grant no. 92010)	60,000
PULSE II Damion Young Medical sciences office (grant no 92013)	16,707
Art based curriculum/ Ashmolean comms skills Dr Gina Hadley/ Dr Jim Harris/ Dr Gabriele de Luca.Dept. Clin. Neurosciences (grant no. 93002)	1,480
Anatomical models u/grad teaching Dr Tom Cosker. Physiology, anatomy & genetics (grant no. 93003)	11,000
Upgrade room 5032 as multi-disciplinary team space Paul Klenerman. Nuffield primary care health sciences (grant no. (93009)	16,519
Modernising student feedback and assessment GP teaching Dr Rachel Allen. Nuff primary health care sciences (grant no. 93010)	12,000
Workshops in trauma, airways and sick children Dr Neil Dawson. Emergency medicine (grant no. 93014)	7,739
Total	361,458

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

9. Net gains on investments

	Restricted endowment fund 2019 £	Accumulated income fund pre 1963 2019 £	Accumulated income fund post 1963 2019 £	Total funds 2019 £
Realised gain / (loss) on Investments	102,673	12,599	5,662	120,934
Unrealised gain / (loss) on investments	1,295,303	158,950	16,633	1,470,886
	<u>1,397,976</u>	<u>171,549</u>	<u>22,295</u>	<u>1,591,820</u>
	<i>Restricted endowment fund 2018 £</i>	<i>Accumulated income fund pre 1963 2018 £</i>	<i>Accumulated income fund post 1963 2018 £</i>	<i>Total funds 2018 £</i>
Realised gain / (loss) on Investments	125,344	15,381	1,714	142,439
Realised gain / (loss) on disposal of land	(100,000)	-	-	(100,000)
Unrealised gain / (loss) on investments	(950,100)	(116,550)	(18,252)	(1,084,902)
	<u>(924,756)</u>	<u>(101,169)</u>	<u>(16,538)</u>	<u>(1,042,463)</u>

10. Auditors' remuneration

	2019 £	2018 £
Fees payable to the charity's auditor for the audit of the charity's annual accounts	8,100	5,500
Fees payable to the charity's auditor in respect of:		
All non-audit services not included above	<u>4,730</u>	<u>2,830</u>

11. Staff costs

	2019 £	2018 £
Secretary's honorarium	10,913	10,275
	<u>10,913</u>	<u>10,275</u>

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

11. Staff costs (continued)

The average number of persons employed by the charity during the year was as follows:

	2019 No.	2018 No.
Secretary	1	1

No employee received remuneration amounting to more than £60,000 in either year.

The key management personnel of the Charity include all Trustees along with the secretary, R Sonley. The total remuneration paid to the key management personnel amounted to £10,913 (2018 - £10,275).

12. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2018 - £NIL).

During the year ended 31 December 2019, expenses totalling £126 were reimbursed or paid directly to 3 Trustees (2018 - £65 to 1 Trustee). The expenses reimbursed are in relation to the travel expenses for Trustees to attend Trustee meetings.

13. Tangible fixed assets

	Computer equipment £
Cost or valuation	
At 1 January 2019	660
At 31 December 2019	660
Depreciation	
At 1 January 2019	660
At 31 December 2019	660
Net book value	
At 31 December 2019	-
At 31 December 2018	-

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

14. Fixed asset investments

	Post 1963 Income Fund £	Pre 1963 Income Fund (1,093 units) £	Restricted Endowment Fund (8,907 units) £	Investment in 1 Wintringham LLP £	Wintringham Partners LLP Loan Investment £	Total £
Market value						
At 1 January 2019	360,015	1,280,971	10,438,910	23	6,000,000	18,079,919
Additions	49,079	309,083	2,519,397	-	599,687	3,477,246
Disposals proceeds	(62,617)	(215,849)	(1,758,977)	-	-	(2,037,443)
Unrealised gains/(losses) on investments	16,633	158,950	1,295,303	-	-	1,470,886
Realised gains (losses) on investments	5,662	12,599	102,673	-	-	120,934
At 31 December 2019	368,772	1,545,754	12,597,306	23	6,599,687	21,111,542
At 31 December 2019	368,772	1,545,754	12,597,306	23	6,599,687	21,111,542
<i>At 31 December 2018</i>	<i>360,015</i>	<i>1,280,971</i>	<i>10,438,910</i>	<i>23</i>	<i>6,000,000</i>	<i>18,079,919</i>

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

14. Fixed asset investments (continued)

Historical Cost

With effect from 1 July 1997, the Stocks and Shares held in the Restricted Endowment Fund and Pre 1963 Accumulated Income Fund were pooled. The total Trust Pool assets are regarded as being equivalent to 10,000 units which have been allocated between the Restricted Endowment Fund and the Pre 1963 Accumulated Income Fund pro rata in relation to their input to the pool. The Restricted Endowment Fund has an allocation of 8,907 units and the Pre 1963 Accumulated Income Fund 1,093 units.

Loan Investment

The loan investment comprises an amount due from Wintringham Partners LLP arising from the transfer of the Charity's land in 2017 along with an additional loan to fund working capital. The carrying value of the investment continues to be its cost which is equal to the fair value of the land at the date of its transfer to Wintringham Partners LLP.

Investment type

An analysis of the investments has been done as at 31 December 2019 to distinguish between Direct Investments, Pooled Investments and Subsidiary Investments. The split is as indicated below:

	2019 £	2018 £
Post 1963 Income Fund		
Direct Investments	19,928	23,753
Pooled Investments	348,845	336,262
Restricted Endowment Fund & Pre 1963 Income Fund		
Direct Investments	3,756,859	3,442,658
Pooled Investments	10,386,200	8,277,223
Loan to Wintringham Partners LLP		
Subsidiary Investment	6,599,687	6,000,000
Investment in 1 Wintringham LLP		
Investment in joint ventures	23	23
Total	21,111,542	18,079,919

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

15. Debtors

	2019 £	2018 £
Due within one year		
Amounts owed by undertakings in which the charity has a participating interests	3,638,999	5,444,999
Other debtors	27,275	55,115
Prepayments and accrued income	6,244	-
	<u>3,672,518</u>	<u>5,500,114</u>

Amounts owed by undertakings in which the charity has a participating interest comprise the outstanding amount of a balance due from Wintringham Newco 2 Ltd, which arose on the transfer of the Charity's land in 2017. Cash of £1,815,000 was received in April 2020 in part settlement of this balance. While the whole loan is technically repayable within one year, no further repayment is anticipated until April 2021.

The charity through its membership of 1 Wintringham LLP has a commitment to issue partner loans to Wintringham Partners LLP as required to fund its share of development costs. Loans totalling £1,080,000 were made in April 2019 (2019: £599,687).

The other debtors include an amount of £25,098 (2018: £6,557) relating to money that is being held by Oxford Hospitals Charity for invoices due for payment.

16. Current asset investments

	2019 £	2018 £
Treasury deposit	<u>500,000</u>	<u>400,000</u>

17. Creditors: Amounts falling due within one year

	2019 £	2018 £
Other creditors	1,614	-
Accruals and deferred income	24,503	143,657
	<u>26,117</u>	<u>143,657</u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

18. Statement of funds

Statement of funds - current year

	Balance at 1 January 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2019 £
Accumulated Income Fund Post 1963					
Accumulated Income Fund Post 1963	1,282,660	492,617	(445,068)	22,295	1,352,504
	<u>1,282,660</u>	<u>492,617</u>	<u>(445,068)</u>	<u>22,295</u>	<u>1,352,504</u>
Restricted endowment fund					
Restricted endowment fund	21,967,635	-	-	1,454,252	23,421,887
Unallocated amounts	-	-	-	(56,276)	(56,276)
	<u>21,967,635</u>	<u>-</u>	<u>-</u>	<u>1,397,976</u>	<u>23,365,611</u>
Accumulated Income Fund Pre 1963					
Accumulated Income Fund Pre 1963	1,439,258	-	-	115,272	1,554,530
Unallocated amounts	-	-	-	56,277	56,277
	<u>1,439,258</u>	<u>-</u>	<u>-</u>	<u>171,549</u>	<u>1,610,807</u>
Total of funds	<u><u>24,689,553</u></u>	<u><u>492,617</u></u>	<u><u>(445,068)</u></u>	<u><u>1,591,820</u></u>	<u><u>26,328,922</u></u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

18. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 December 2018 £</i>
Accumulated Income Fund Post 1963					
Accumulated Income Fund Post 1963	<u>1,019,989</u>	<u>575,947</u>	<u>(296,738)</u>	<u>(16,538)</u>	<u>1,282,660</u>
Restricted endowment fund					
Restricted endowment fund	<u>22,904,183</u>	<u>-</u>	<u>(11,792)</u>	<u>(924,756)</u>	<u>21,967,635</u>
Accumulated Income Fund Pre 1963					
Accumulated Income Fund Pre 1963	<u>1,540,427</u>	<u>-</u>	<u>-</u>	<u>(101,169)</u>	<u>1,439,258</u>
Total of funds	<u><u>25,464,599</u></u>	<u><u>575,947</u></u>	<u><u>(308,530)</u></u>	<u><u>(1,042,463)</u></u>	<u><u>24,689,553</u></u>

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

19. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted endowment fund 2019 £	Accumulated income fund pre 1963 2019 £	Accumulated income fund post 1963 2019 £	Total funds 2019 £
Fixed asset investments	18,366,439	1,379,992	1,365,111	21,111,542
Current assets	4,999,172	230,815	13,510	5,243,497
Creditors due within one year	-	-	(26,117)	(26,117)
Total	23,365,611	1,610,807	1,352,504	26,328,922

Analysis of net assets between funds - prior year

	<i>Restricted endowment fund 2018 £</i>	<i>Accumulated income fund pre 1963 2018 £</i>	<i>Accumulated income fund post 1963 2018 £</i>	<i>Total funds 2018 £</i>
Fixed asset investments	15,446,409	1,208,443	1,425,067	18,079,919
Current assets	6,521,226	230,815	1,250	6,753,291
Creditors due within one year	-	-	(143,657)	(143,657)
Total	21,967,635	1,439,258	1,282,660	24,689,553

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

20. Funds

RESTRICTED FUND

Restricted Endowment Fund

The capital of this fund has been built up by the investment and re-investment of the donation. Income from this fund is used to further the object of the Charity, but the capital cannot be realised for use as income.

UNRESTRICTED FUNDS

Pre 1963 Accumulated Income Fund

Income accumulated prior to the donor, Lord Nuffield's death in 1963 was capitalised and income from the investments is used to further the object of the Charity. Counsel's opinion obtained after the donor's death confirmed that Trustees may treat income accumulated prior to Lord Nuffield's death as if it were permanent capital of the fund. If considered essential by the Trustees, to the furtherance of that object, some or all of this capital could be realised to supplement income.

Post 1963 Accumulated Income Fund

This is income accumulated after the donor, Lord Nuffield's death in 1963. The counsel's opinion obtained, confirmed that Trustees may accumulate this income but there must be an intent to use this fund to the furtherance of the Charity's object.

21. Related Parties

Wintringham Partners LLP was incorporated on 5 April 2017 and acquired the land at Wintringham Park, St. Neots, Cambridgeshire. This partnership is owned by Wintringham Newco 1 Limited (66.67%) and Urban&Civic St Neots Limited (33.33%).

Nuffield Oxford Hospitals Fund (NOHF) owns a 22.5% share of 1 Wintringham LLP who have 100% ownership of Wintringham Newco 1 Limited and Wintringham Newco 2 Limited. This results in NOHF having an effective 15% ownership of Wintringham Partners LLP.

Loans totalling £10,238,686 (2018: £11,444,999) were held by NOHF to 1 Wintringham LLP £6,599,687 (2018: £6,000,000) and Wintringham NewCo 2 Ltd £3,638,999 (2018: £5,444,999).

During the year legal fees totalling £(1,147) (2018: £11,792) were paid in relation to the land owned by Wintringham Partners LLP.

THE NUFFIELD OXFORD HOSPITALS FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

22. Grants approved but not paid

The Trustees awarded grants at their meeting on 13 May 2019 totalling £395,750 (2018: £354,538) and as at 31 December 2019 the below grants approved by the Trustees had not been paid.

The payment of the grant is conditional upon the relevant authorised expenditure being incurred and an invoice being received by the Charity. It is not unusual for there to be a period of 6 months or more between authorisation of the grant and receipt of the invoice. However, grant holders are advised that if no invoice is received within 18 months of the letter of approval then the grant can be withdrawn unless a reasonable explanation is provided.

As the date and final amount of grant paid is uncertain and approval may be withdrawn these grants are recognised when the payment has been made and no provision is made within these accounts prior to payment. The list of approved grants not yet paid at 31 December 2019 is as follows:

	2019 £
Annual budget for research - Oxfordshire Health Services Research Committee	40,000
Refurbishment of Oxford Clinical School Museum.- Dr Jennifer Brown. Nuffield Department of Clinical Laboratory Sciences (grant no. 91009)	1,092
Expert patient tutors Dr Gina Hadley. Nuff. Dept. Clin. Neuroscience (grant no. 92003)	4,688
Educational facilities Donald Mackay (grant no. 92007)	2,847
Refurb clinical social pathology museum Dr Jennifer Brown (grant no. 92009)	4,940
Skull surgery simulator Sanjeeva Jayaretna. Neurosurgery(grant no. 92011)	11,000
Art based curriculum/ Ashmolean comms skills Dr Gina Hadley/ Dr Jim Harris/ Dr Gabriele de Luca.Dept. Clin. Neurosciences (grant no. 93002)	7,920
Anatomical models u/grad teaching Dr Tom Cosker. Physiology, anatomy & genetics (grant no. 93003)	37,000
HoloLens virtual anatomy lab Dr Tom Cosker. Physiology, anatomy and genetics (grant no. 93004)	20,000
Development of digital education Prof Carl Heneghan. Nuffield primary care health sciences (grant no. 93005)	59,024
Partnership working in medical education Dr Helen Salisbury. Nuffield primary care health sciences (grant no. 93006)	31,082
Psychiatry simulation suite. Neuro simulator Dr Kate Saunders. Dept of Psychiatry (grant no. 93007)	13,340
Upgrade surgical sciences teaching room Jon Austyn.. Nuffield Surgical Sciences (grant no. 93008)	29,635
Modernising student feedback and assessment GP teaching Dr Rachel Allen. Nuff primary health care sciences (grant no. 93010)	17,135
Upgrading IT and study facilities NOC library Dr Donald Mackay. Bodleian Health Care Libraries (grant no. 93011)	6,873
Improving Cairns library and knowledge centre Dr Donald Mackay. Bodleian Health Care Libraries (grant no. 93012)	7,182
Medical student textbooks Dr Donald Mackay. Bodleian Health Care Libraries (grant no. 93013)	28,730
Neuroscience simulator Dr Kate Saunders. Dept of Psychiatry (grant no. 93013)	9,188
Total	331,676

THE NUFFIELD OXFORD HOSPITALS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

23. Post balance sheet events

The Trustees are monitoring the impacts of the outbreak of Coronavirus (COVID-19) and its impact on the carrying value of the charity's investments, and whilst it is not possible to predict all future events or conditions, the Trustees are confident that the investment approach and underlying portfolio have significant resilience.

The charity's 15% interest in the Wintringham Park LLP development at St Neots is directly impacted by the outbreak of Coronavirus (COVID-19). The two active house builders have had to stop work on their sites, just as they were approaching the first completions and sales this summer. However, the Primary School and civil engineering works are continuing as planned, so that the northern section of Phase 1 is well positioned for recovery as soon as the house builders are able to resume construction.

The charity's 15% investment at 31 December 2019 is carried in these financial statements at its cost of £6,599,687. This compared favourably with an open market valuation at 30 September 2019, which valued the total site at £98 million. The charity's share of this valuation is £14.7 million, £8.1 million higher than the current carrying value. A further valuation on 31 March 2020 showed a decrease in value of around 3.0%, having allowed for capital additions in the intervening period. The Trustees take comfort from fact that the 31 March valuation, performed as the project went into closedown, continues to show a significant surplus over cost, and believe it is a measure of the resilience of this investment to cope with adverse changes in market conditions when house building resumes.

The Trustees are working with their Joint Venture Partner to manage the risks placed on the Wintringham project by the cessation of housebuilding activity during the COVID-19 period of lock down. Infrastructure works at present are continuing across the site which will ensure that the site will be well positioned for the resumption of housebuilding in late summer or autumn of 2020.

The Trustees and their Partners have taken the decision to advance further development loans to Wintringham Partners LLP. On 1 April 2020, the charity made a further loan of £1.08 million, which, together with the funding from the other partners, means that the Joint Venture is fully funded for the period ending 31 March 2021. The impact on cashflow from delays to planning consents, housebuilding, absorption rates and changes in house prices will be monitored on a month to month basis.

The balance of the charity's investments are managed by Brewin Dolphin on an appropriate, long-term time horizon and the Trustees are confident that they will not be disproportionately impacted by the market dislocation. The charity's current cash reserves mean that no short term dis-investment should be required to meet grant funding and other commitments. At 31 March 2020, the investment portfolio was valued at £11,925,887 a decrease of approximately 18% when compared to its value at 31 December 2019.

Since 31 December 2019, the Charity has been finalising terms for a loan to Wintringham Partners LLP. It also anticipates receipt of a gift aid payment from Wintringham NewCo1 Ltd. Both transactions are expected to take place shortly.