

Charity number: 313524

THE INNS OF COURT AND BAR
EDUCATIONAL TRUST

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2018

LUBBOCK FINE
Chartered Accountants
Paternoster House
65 St Paul's Churchyard
London EC4M 8AB

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

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THE INNS OF COURT AND BAR EDUCATIONAL TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2018

Trustees	Amanda Tipples QC Richard Latham QC Edward Cousins, Judge Rory Phillips QC Rachel Spearing William East Nicholas Vineall QC Colin Edelman QC
Charity registered number	313524
Principal office	9 Grays Inn Square London WC1R 5JF
Independent auditors	Lubbock Fine Chartered Accountants & Statutory Auditors Paternoster House 65 St Paul's Churchyard London EC4M 8AB
Investment Managers	Investec 2 Gresham Street London EC2V 7QP

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2018

The Trustees present their annual report together with the audited financial statements of The Inns of Court and Bar Educational Trust (the Charity) for the year ended 31 December 2018. The Trustees confirm that the Annual Report and financial statements of the Charity comply with the current statutory requirements, the requirements of the Charity's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Structure, governance and management

The Council of Legal Education (CLE) was founded in 1852. On 31 January 1997, under a deed of agreement of the same date, net assets amounting to £3,011,765 were transferred from the CLE to a newly incorporated Charity, the Inns of Court School of Law (ICSL). On 1 February 1997, the CLE was reconstituted as the Inns of Court & Bar Educational Trust (ICBET) retaining investments of £2,747,702. The constitution of ICBET has been amended in subsequent years: approved by the Council of the Inns of Court (COIC) in October 2001 and by the General Council of the Bar in November 2001.

However, in October 2018 doubts arose as to the validity of the constitution and the Trustees applied to the Charity Commission for a cy-pres scheme. On 3 December 2018 the Charity Commission made a scheme in respect of ICBET. On 3 July 2019 the scheme was, with the prior consent of the Charity Commission, COIC and the Bar Council, amended by a resolution of the Trustees.

The selection and appointment of Trustees was governed by paragraphs 3 and 5 of ICBET's constitution, and the appointment of the Trustees was confirmed by paragraph 5 of the scheme. The Chairman of Trustees is nominated by the President of COIC following consultation with the Chairman of the General Council of the Bar. Four Trustees are nominated by COIC and four Trustees are nominated by the General Council of the Bar. Each of the Trustees serves a term of three years and may be nominated for re appointment. The Junior Assistant Secretary to COIC is the Secretary to the Trust.

The Trustees regularly review the risk facing the Charity and appropriate procedures have been established in order to manage those risks. The doubts as to the validity of ICBET's constitution resulted in the Trustees making a serious incident report to the Charity Commission. On 23 November 2018 the Charity Commission informed the Trustees that they accepted the Trustees had at all times acted in good faith and had taken immediate action to resolve the governance issues of concern. Except for the making of the scheme, the Charity Commission decided not to take any regulatory action in respect of the serious incident report.

The following individuals served as Trustees during the year:

Sir Bernard Eder (resigned 18 July 2019)
Richard Latham QC
Amanda Tipples QC
David Southern QC (resigned 14 March 2018)
Duncan Matthews QC (resigned 14 March 2018)
Edward Cousins
Andrew Hochhauser QC (resigned 14 March 2018)
Rory Phillips QC
Rachel Spearing
William East (appointed 14 March 2018)
Nicholas Vineall QC (appointed 14 March 2018)
Colin Edelman QC (appointed 14 March 2018)

Objectives and Activities

Formerly, ICBET formulated and implemented policy in relation to all aspects of education and training for the Bar. On 1 February 1997, the constitution was changed to support education and training for the Bar.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

Objectives and Activities (continued)

Paragraph 3 of the scheme provided that from 3 December 2018 that the objects of the Charity are "for the benefit of the public to further the due administration of justice and to advance legal education in each case by the provision of education and training to students aspiring to be called to the Bar of England and Wales or persons who having been so called are in pupillage or who have held a practising certificate for three years or less and accordingly are in need of further education".

ICBET's objectives are achieved through the award of grants and the Trust holds funds to be applied in the support of education and training for the Bar. In particular, its funds are designed to support the activities of organisations engaged in the further education of pupils and young and recently qualified barristers.

The policy in regard to grant making is to distribute as much of the investment income as is prudent to organisations engaged in the education and training of pupil barristers and the continuing education of young and recently qualified barristers.

On 4 December 2018 the Trustees unanimously resolved to make a grant of £2 million towards the costs of establishing the new structures proposed by COIC for student education, subject to the necessary approval of the structures by the Bar Standards Board. The making of this grant out of capital was approved by COIC on 3 December 2018 and by the Bar Council on 12 January 2019.

In setting the objectives and planning the activity of the Charity, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Achievements and performance

ICBET is reliant upon income from its investments. These instruments generated £124,720 (2017 - £133,048) during the year. A portion of this was distributed in grants to the Inns, the Circuits, and the Free Representation Unit. Grants to an aggregate value of £90,000 (2017 - £109,800) were made during the year to the Advocacy Training Council, the four Inns, the six Circuits and the Free Representation Unit. A breakdown of the individual grants is shown in Note 3 on page 13 to the financial statements.

Financial review

The Trustees set out the general policy of the Trust. The Investment Manager has delegated power to buy and sell investments for the Trust in accordance with the Trust's investment policy. This appointment is reviewed regularly and the Investment Manager reports to the Trustees at their meetings. Every three years the Trustees review their policy statement.

In 2014 a working group shortlisted four investment managers and invited each to make a presentation to them and an independent investment adviser. Investec were appointed and an agreement appointing them was signed in July 2014. Investec have continued to act as Investment Manager throughout 2018.

ICBET's investments consist of a number of different types of investment such as fixed interest, equity and alternatives. The investment objective is to seek to provide an agreed annual income whilst maintaining the capital value of the Fund in real terms over the long term. As at 31 December 2018, the value of the investment Fund was £3.84m (2017 - £4.14m). Combined reserves totalled £1.95m (2017 - £4.25m) at the balance sheet date.

The Trustees consider it prudent to retain sufficient reserves to cover the annual costs of running the Charity which are approximately £150,000. At the balance sheet date unrestricted reserves exceed this amount.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

Plans for future periods

The Trustees plan to distribute as much of the annual investment income as is prudent.

On 24 September 2018 ICBET received an application to provide funds for the new Bar Professional Training Course to be provided by the Inns of Court College of Advocacy. This project was felt to be of sustainable long term benefit to the profession and on 4 December 2018 the Trustees agreed to make a grant of £2 million towards the costs of establishing the new structures proposed by COIC for student education, subject to the necessary approval for the structures by the Bar Standards Board. On 3 December 2018 COIC gave ICBET authority to make an award from the expendable endowment, and authority was provided by the Bar Council on 12 January 2019. The timing of the payment of this grant of £2 million to COIC is unknown. In the future the Trustees may also decide to provide additional funding, over and above this sum, as needed by COIC.

TRUSTEES' RESPONSIBILITIES STATEMENT

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 the incoming resources and application of resources of the Charity 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 in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper 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 scheme. 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.

This report was approved by the Trustees, on 11/10/19 and signed on their behalf by:



Amanda Tipples QC
Trustee

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE INNS OF COURT AND BAR EDUCATIONAL TRUST

OPINION

We have audited the financial statements of The Inns of Court and Bar Educational Trust (the 'Charity') for the year ended 31 December 2018 set out on pages 8 to 16. 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 2018 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.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

We draw attention to note 1.6 in the financial statements which highlights that the Trustees have indicated that they may consider further capital distributions which could ultimately result in the winding up of the charity.. As stated in Accounting Policy 1.6, this condition indicates that a material uncertainty exists as to whether the Charity will continue in its present form or be wound up. Our opinion is not modified in respect of this matter.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE INNS OF COURT AND BAR EDUCATIONAL TRUST

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 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 INNS OF COURT AND BAR EDUCATIONAL TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE INNS OF COURT AND BAR EDUCATIONAL TRUST

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

USE OF OUR REPORT

This report is made solely to the 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.



Lubbock Fine

Chartered Accountants & Statutory Auditors

Paternoster House

65 St Paul's Churchyard

London

EC4M 8AB

Date: 27 October 2019

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

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	Unrestricted funds 2018 £	Endowment funds 2018 £	Total funds 2018 £	Total funds 2017 £
INCOME AND ENDOWMENTS FROM:					
Investments	2	124,720	-	124,720	133,048
TOTAL INCOME AND ENDOWMENTS		<u>124,720</u>	<u>-</u>	<u>124,720</u>	<u>133,048</u>
EXPENDITURE ON:					
Investment management costs		-	25,524	25,524	32,914
Charitable activities	3	125,712	2,000,000	2,125,712	120,323
TOTAL EXPENDITURE		<u>125,712</u>	<u>2,025,524</u>	<u>2,151,236</u>	<u>153,237</u>
NET EXPENDITURE BEFORE INVESTMENT GAINS/(LOSSES)		(992)	(2,025,524)	(2,026,516)	(20,189)
Net gains/(losses) on investments	5	-	(268,291)	(268,291)	316,174
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		(992)	(2,293,815)	(2,294,807)	295,985
NET MOVEMENT IN FUNDS		(992)	(2,293,815)	(2,294,807)	295,985
RECONCILIATION OF FUNDS:					
Total funds brought forward		416,850	3,830,777	4,247,627	3,951,642
TOTAL FUNDS CARRIED FORWARD		<u>415,858</u>	<u>1,536,962</u>	<u>1,952,820</u>	<u>4,247,627</u>

All activities relate to continuing operations.

The comparative figures for income and expenditure were unrestricted with the exception of investment management costs and net gains on investments, which related to the endowment fund.

The notes on pages 10 to 16 form part of these financial statements.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2018

	Note	£	2018 £	£	2017 £
FIXED ASSETS					
Investments	6		3,840,830		4,135,851
CURRENT ASSETS					
Debtors	7	2,720		3,786	
Cash at bank and in hand		122,687		122,313	
		<u>125,407</u>		<u>126,099</u>	
CREDITORS: amounts falling due within one year	8	<u>(2,013,417)</u>		<u>(14,323)</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(1,888,010)</u>		<u>111,776</u>
NET ASSETS			<u>1,952,820</u>		<u>4,247,627</u>
CHARITY FUNDS					
Endowment funds	9		1,536,962		3,830,777
Unrestricted funds	9		415,858		416,850
TOTAL FUNDS			<u>1,952,820</u>		<u>4,247,627</u>

The financial statements were approved by the Trustees on 1/10/19 and signed on their behalf, by:



Amanda Tipples QC
Trustee

The notes on pages 10 to 16 form part of these financial statements.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

The Charity constitutes a public benefit entity as defined by FRS 102.

1.2 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.

The expendable endowment fund income (and with the approval of the Bar Council and Inn's Council, the capital) shall be applied by the Trustees in, or towards, the support of education and training for the Bar of England and Wales of pupils and the continuing education of young and recently qualified barristers.

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

1.3 Income

Investment income is accounted for on an accruals basis.

Gifts of services are included within the financial statements where the benefit provided is quantifiable. The services provided by the Trustees are not included within the financial statements as their value is not easily quantifiable. Similarly, the services of the Inns' staff in supporting ICBET are also not included within the financial statements as their value is not easily quantifiable.

1.4 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 Bank.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (continued)

1.5 Expenditure

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

Investment management costs are costs paid to the Charity's investment managers for the management of the Charity's endowment fund.

Charitable activity costs are costs incurred on the Charity's grant making activities, including support costs and costs relating to the governance of the Charity apportioned to charitable activities.

Grants payable in the furtherance of the Charity's objects are included during the financial year that the awards are made by the Trustees.

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

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

1.6 Going concern

The Trustees have agreed in principle to distribute capital of £2m to the Council of the Inns of Court (COIC). However, at this stage the timescale of the payments is unknown. In addition, further capital may be distributed at the discretion of the Trustees which could ultimately result in the winding up of the Charity. This means the future plans for the Charity could possibly include formal closure. This creates a material uncertainty over the going concern status of the Charity. However, the Trustees have prepared the accounts on a going concern basis, which assumes the charity will continue for at least the next 12 months.

1.7 Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

1.8 Debtors

Debtors are recognised at their recoverable amount.

1.9 Cash at Bank and in hand

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

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (continued)

1.10 Creditors 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.

Trade and other creditors are recognised at the settlement amount after any trade discount received. Accruals are valued based on the estimated amount to be paid.

1.11 Cash flow exemption

The Charity has taken advantage of the exemption from preparing a cash flow statement under Update Bulletin 1, on the basis that the charity does not qualify as a larger charity for financial reporting purposes.

2. INVESTMENT INCOME

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Investment income	124,611	124,611	132,917
Bank interest	109	109	131
Total 2018	<u>124,720</u>	<u>124,720</u>	<u>133,048</u>
Total 2017	<u>133,048</u>	<u>133,048</u>	

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

3. CHARITABLE ACTIVITIES

	2018 £	2017 £
The Honourable Society of Gray's Inn	5,000	5,000
The Honourable Society of Lincoln's Inn	5,000	5,000
The Honourable Society of Inner Temple	5,000	5,000
The Honourable Society of Middle Temple	5,000	5,000
South Eastern Circuit	10,000	7,500
North Eastern Circuit	10,000	7,500
Northern Circuit	10,000	7,500
Midland Circuit	10,000	7,500
Western Circuit	10,000	7,500
Wales and Chester Circuit	10,000	7,500
Inns of Court College of Advocacy (formerly the ATC)	-	36,800
Free Representation Unit	10,000	8,000
Council of the Inns of Court	2,000,000	-
Total Grants	2,090,000	109,800
Support Costs	35,712	10,523
Total	2,125,712	120,323

4. SUPPORT COSTS

	Unrestricted funds £	Total 2018 £	Total 2017 £
Audit and accountancy fees	11,700	11,700	10,500
Other administration expenses	12	12	23
Legal and Professional fees (governance)	24,000	24,000	-
	35,712	35,712	10,523
Total 2017	10,523	10,523	

Included within audit and accountancy fees are audit fees (governance cost) totalling £4,800 (2017 - £4,800) and other fees of £6,900 (2017 - £5,700).

None of the Trustees received any remuneration or reimbursement of expenses in either the current or prior year.

There were no staff employed by the Charity in either the current or prior year.

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

5. NET GAINS/(LOSSES) ON INVESTMENTS

	2018 £	2017 £
Realised (losses) / gains on investments	(85,996)	12,246
Unrealised (losses) / gains on investments	(182,295)	303,928
	<u>(268,291)</u>	<u>316,174</u>

6. FIXED ASSET INVESTMENTS

	Listed securities £	Cash held with brokers £	Total £
Market value			
At 1 January 2018	4,109,880	25,971	4,135,851
Additions	854,627	-	854,627
Disposals	(983,671)	-	(983,671)
Revaluations	(182,295)	-	(182,295)
Net cash movements	-	16,318	16,318
Transfer of Investments to cash	(700,000)	700,000	-
	<u>3,098,541</u>	<u>742,289</u>	<u>3,840,830</u>
At 31 December 2018	<u>3,098,541</u>	<u>742,289</u>	<u>3,840,830</u>
Historical cost	<u>2,916,120</u>	<u>742,289</u>	<u>3,658,409</u>

7. DEBTORS

	2018 £	2017 £
Prepayments and accrued income	<u>2,720</u>	<u>3,786</u>

8. CREDITORS: Amounts falling due within one year

	2018 £	2017 £
Grants to the Council of Inns of Court	2,000,000	-
Other creditors	5,618	6,823
Accruals	7,799	7,500
	<u>2,013,417</u>	<u>14,323</u>

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

9. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 January 2018 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2018 £
Unrestricted funds					
General Funds	416,850	124,720	(125,712)	-	415,858
Endowment funds					
Endowment Fund	3,830,777	-	(2,025,524)	(268,291)	1,536,962
Total of funds	4,247,627	124,720	(2,151,236)	(268,291)	1,952,820

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 January 2017 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2017 £
General Funds	404,125	133,048	(120,323)	-	-	416,850
Endowment funds						
Endowment fund	3,547,517	-	(32,914)	316,174	-	3,830,777
Total of funds	3,547,517	-	(32,914)	316,174	-	3,830,777

THE INNS OF COURT AND BAR EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2018 £	Endowment funds 2018 £	Total funds 2018 £
Fixed asset investments	2,303,868	1,536,962	3,840,830
Current assets	125,407	-	125,407
Creditors due within one year	(2,013,417)	-	(2,013,417)
	<u>415,858</u>	<u>1,536,962</u>	<u>1,952,820</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2017 £	Endowment funds 2017 £	Total funds 2017 £
Fixed asset investments	305,074	3,830,777	4,135,851
Current assets	126,099	-	126,099
Creditors due within one year	(14,323)	-	(14,323)
	<u>416,850</u>	<u>3,830,777</u>	<u>4,247,627</u>

11. RELATED PARTY TRANSACTIONS

There were no related party transactions during the current or prior year.