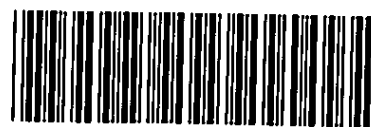


**SOLDEN HILL HOUSE LIMITED**

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007**

**REGISTERED CHARITY NUMBER: 228037  
COMPANY NUMBER: 541304 (ENGLAND AND WALES)**

TUESDAY



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**SOLDEN HILL HOUSE LIMITED**

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FOR THE YEAR ENDED 31 MARCH 2007**

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# **SOLDEN HILL HOUSE LIMITED**

## **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2007**

The trustees who are also directors of the charity for the purposes of the Companies Act 1985, present their report with the financial statements of the charity for the year ended 31 March 2007. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005

### **REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**  
541304 (England and Wales)

**Registered Charity number**  
228037

**Registered office**  
Solden Hill House  
Banbury Road Byfield  
Daventry  
Northamptonshire  
NN11 6UA

**Trustees**  
Mrs D E Burton  
Mrs M Oliver  
Mrs A Weller  
Mr D C Rutherford  
Mr P Apps  
Mrs C Wilkinson  
Mr J C Meredith

**Company Secretary**  
Mrs D Thomas

**General Manager**  
Ms A O'Hare

**Auditors**  
Jones Boughton  
Chartered Accountants  
Registered Auditors  
7 West Bar  
Banbury  
Oxfordshire  
OX16 9SD

**Solicitors**  
Spratt Endicott  
52-54 The Green  
Banbury  
Oxon  
OX16 9AB

**Bankers**  
Lloyds TSB plc  
12 High Street  
Banbury  
Oxon  
OX16 8EF

## **SOLDEN HILL HOUSE LIMITED**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2007**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The organisation is a charitable company limited by shares, incorporated on 30 November 1954 and registered as a charity on 30 December 1963. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

##### **Appointment of new trustees**

By historic convention trustees are elected to the board by majority vote of existing members after consultation with the management.

##### **Trustee induction and training**

Trustees meet the management and other trustees prior to appointment. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role

##### **Organisational structure**

The board of trustees, which can have up to 10 members, administers the charity. The board meets quarterly and in the interim is consulted by management on important matters as deemed necessary. A General Manager is appointed by the trustees to manage the day to day operations of the charity. To facilitate effective operations, the General Manager has delegated authority, within limits agreed by the board of trustees.

##### **Risk management**

The trustees have conducted a review of the major risks to which the charity is exposed. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects

Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet ongoing requirements.

The care home operations of the charity are subject to annual reviews by the Commission for Social Care Inspection.

The Trustees confirm the charity's commitment to the maintenance of a protection from abuse policy.

##### **Trustees' interests**

The interests of the trustees, who served during the year, in the shares of the company were as stated below:

|                   | Ordinary shares of £1 each |               |
|-------------------|----------------------------|---------------|
|                   | 31 March 2007              | 31 March 2006 |
| Mrs D E Burton    | 3                          | 3             |
| Mrs M Oliver      | 3                          | 3             |
| Mr D C Rutherford | 3                          | 3             |
| Mrs A Weller      | 3                          | 3             |
| Mr P Apps         | 2                          | 4             |
| Mrs C Wilkinson   | 2                          | 2             |
| Mr J C Meredith   | 2                          | -             |

## **SOLDEN HILL HOUSE LIMITED**

### **REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007**

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and activities**

The objects of the charity are:

- To provide a secure residential environment in which 30 men and women with learning difficulties are enabled to develop their talents and personalities and lead lives which are fulfilling and enriching, particularly but not exclusively by the application of the principles of Rudolf Steiner.
- To provide high quality residential care for adults with learning difficulties.

The main objectives and activities for the year continued to focus upon the above. The philosophy of care employed to assist the charity to meet these objectives with regard to its residents are as follows

- Provision of varied activities, both structured and in accordance with residents' wishes.
- Support of well trained and committed staff.
- A safe and secure environment.
- Cooperation with friends and families.
- Care tailored to individual needs
- Use of expertise from outside of Solden Hill as required to improve quality of care.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Provision of residential care**

During the year under review the charity provided care for twenty nine residents, out of a maximum capacity of thirty

An independent, unannounced review carried out by the Commission for Social Care Inspection on 24 January 2007 and 27 February 2007 found that there were no major shortfalls in any of the National Minimum Standards for Care Homes (Adults 18-65) assessed.

#### **FINANCIAL REVIEW**

##### **Reserves policy**

The Management Committee has examined the charity's requirements for reserves in light of the main risks to the organisation. In its view the company has adequate but not excessive reserves to meet its obligations as they fall due. The level of reserves held at the end of the year were £1,502,648 (2006: £1,438,915) and full details are included in note 12 to the financial statements.

##### **Principal funding sources**

The large majority of funding arises from fees charged for the provision of residential care. Depending on individual circumstance these fees are met, in varying proportions, by Local Authorities, the Department for Work and Pensions and the residents or their families.

Various fundraising activities are undertaken by the charity in order to supplement fee income. These include a garden party and 200+ club.

The charity received a substantial amount of donated income in the year under review. This included general legacies and gifts from a variety of sources and grants restricted in their application.

The charity receives various investment incomes, as described in the note below.

##### **Investment policy**

The charity has monies in a COIF Charities Deposit and a third party managed investment portfolio. The objective of these investments being to provide both long term protection of capital and returns to further the charity's objects. The trustees deem the returns on these investments to be reasonable.

#### **PLANS FOR FUTURE PERIODS**

It is envisaged that the charity will continue in a similar manner in the future to achieve its objectives.

#### **OVERVIEW OF THE YEAR**

This has been a challenging year, however, expenditure has been controlled and the Trustees are satisfied that the objects of the charity have been achieved.

**SOLDEN HILL HOUSE LIMITED**

**REPORT OF THE TRUSTEES (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2007**

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with the United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charitable company and of the surplus or deficit of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the trustees are aware, there is no relevant information (as defined by Section 234ZA of the Companies Act 1985) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

**AUDITORS**

The auditors, Jones Boughton, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**



Mrs D E Burton - Trustee

Date. 22 August 2007

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
SOLDEN HILL HOUSE LIMITED**

We have audited the financial statements of Solden Hill House Limited for the year ended 31 March 2007 on pages six to fourteen. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the charitable company's trustees, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of trustees and auditors**

The trustees' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on pages one to four

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Trustees is consistent with the financial statements.

In addition, we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and other transactions is not disclosed.

We read the Report of the Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error

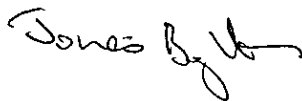
In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion.

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charitable company's affairs as at 31 March 2007 and of its surplus for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Report of the Trustees is consistent with the financial statements.

Jones Boughton  
Chartered Accountants  
Registered Auditors  
7 West Bar  
Banbury  
Oxfordshire  
OX16 9SD



Date: 22 August 2007

The notes form part of these financial statements

**SOLDEN HILL HOUSE LIMITED**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2007**

|   | Notes    | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2007<br>Total<br>funds<br>£ | 2006<br>Total<br>funds<br>£ |
|---|----------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| <b>INCOMING RESOURCES</b>                                       |          |                            |                          |                             |                             |
| Incoming resources from generated funds                         |          |                            |                          |                             |                             |
| Fees receivable   |          | 971,857                    | -                        | 971,857                     | 928,267                     |
| Fundraising events  |          | 5,607                      | -                        | 5,607                       | 5,907                       |
| Donations and gifts   |          | 92,766                     | -                        | 92,766                      | 19,576                      |
| Interest receivable   |          | 11,506                     | 33                       | 11,539                      | 11,873                      |
| Sundry income   |          | 250                        | -                        | 250                         | -                           |
| <b>Total incoming resources</b>                                 |          | <b>1,081,986</b>           | <b>33</b>                | <b>1,082,019</b>            | <b>965,623</b>              |
| <b>RESOURCES EXPENDED</b>                                       |          |                            |                          |                             |                             |
| Costs of activities in furtherance of the charity's objects -   |          |                            |                          |                             |                             |
| Direct charitable expenditure                                   | 2        | 1,004,702                  | 11,381                   | 1,016,083                   | 999,833                     |
| Other expenditure:  |          |                            |                          |                             |                             |
| Fundraising and publicity                                       | 2        | 1,089                      | -                        | 1,089                       | 1,249                       |
| Governance costs  | 2        | 2,143                      | -                        | 2,143                       | 2,143                       |
| <b>Total resources expended</b>                                 | <b>2</b> | <b>1,007,934</b>           | <b>11,381</b>            | <b>1,019,315</b>            | <b>1,003,225</b>            |
| <b>NET INCOMING/(OUTGOING)<br/>RESOURCES BEFORE OTHER GAINS</b> |          | <b>74,052</b>              | <b>(11,348)</b>          | <b>62,704</b>               | <b>(37,602)</b>             |
| <b>OTHER RECOGNISED GAINS</b>                                   |          |                            |                          |                             |                             |
| Unrealised gains on investment assets                           | 7        | -                          | 1,029                    | 1,029                       | 572                         |
| <b>NET INCOMING/(OUTGOING)<br/>RESOURCES</b>                    |          | <b>74,052</b>              | <b>(10,319)</b>          | <b>63,733</b>               | <b>(37,030)</b>             |
| <b>Fund balances brought forward at 1 April 2006</b>            |          | <b>599,409</b>             | <b>839,506</b>           | <b>1,438,915</b>            | <b>1,475,945</b>            |
| <b>Fund balances carried forward at 31 March 2007</b>           |          | <b>673,461</b>             | <b>829,187</b>           | <b>1,502,648</b>            | <b>1,438,915</b>            |

The notes form part of these financial statements




# SOLDEN HILL HOUSE LIMITED

## BALANCE SHEET AT 31 MARCH 2007

|  | Notes | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2007<br>Total<br>funds<br>£ | 2006<br>Total<br>funds<br>£ |
|--|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| <b>FIXED ASSETS</b>                          |       |                            |                          |                             |                             |
| Tangible assets                              | 6     | 489,771                    | 659,313                  | 1,149,084                   | 1,159,085                   |
| Investments                                  | 7     | -                          | 21,382                   | 21,382                      | 20,353                      |
|  |       | 489,771                    | 680,695                  | 1,170,466                   | 1,179,438                   |
| <b>CURRENT ASSETS</b>                        |       |                            |                          |                             |                             |
| Stocks                                       | 8     | 7,960                      | -                        | 7,960                       | 4,213                       |
| Debtors                                      | 9     | 82,948                     | -                        | 82,948                      | 86,997                      |
| Cash at bank and in hand                     |       | 153,557                    | 148,492                  | 302,049                     | 227,082                     |
|  |       | 244,465                    | 148,492                  | 392,957                     | 318,292                     |
| <b>CREDITORS</b>                             |       |                            |                          |                             |                             |
| Amounts falling due within one year          | 10    | (60,756)                   | -                        | (60,756)                    | (58,796)                    |
| <b>NET CURRENT ASSETS</b>                    |       | 183,709                    | 148,492                  | 332,201                     | 259,496                     |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 673,480                    | 829,187                  | 1,502,667                   | 1,438,934                   |
| <b>CALLED UP SHARE CAPITAL</b>               | 15    |                            |                          | 19                          | 19                          |
| <b>FUNDS</b>                                 | 12    |                            |                          |                             |                             |
| Unrestricted funds                           |       |                            |                          | 673,461                     | 599,409                     |
| Restricted funds                             |       |                            |                          | 829,187                     | 839,506                     |
| <b>TOTAL SHARE CAPITAL AND FUNDS</b>         | 13    |                            |                          | 1,502,667                   | 1,438,934                   |

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the Board of Trustees on 22 August 2007 and were signed on its behalf by:

  
Mrs D E Burton -Trustee

The notes form part of these financial statements

## **SOLDEN HILL HOUSE LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007**

#### **1. ACCOUNTING POLICIES**

##### **Basis of preparation**

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" effective from April 2005 and applicable accounting standards.

The charity has availed itself of Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the charity's activities.

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005) and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

##### **Company status**

The charity is a company limited by shares.

##### **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 instructions imposed by donors or which have been raised by the charity for particular purposes. The cost 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 and gains are allocated to the appropriate fund.

##### **Incoming resources**

All incoming resources are included on the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

##### **Resources expended**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources. Exceptional items are shown on the face of the SOFA where required by accounting standards or disclosed in the notes to the accounts.

##### **Tangible fixed assets and depreciation**

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Furniture and equipment over 10 years

Computer equipment over 4 years

Motor vehicles over 4 years

Freehold properties are not depreciated due to the long estimated remaining useful economic life and that the residual value would not be less than its carrying value.

##### **Stocks**

Stock consists of purchased goods for use by the Home. Stocks are valued at the lower of cost and net realisable value.

##### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

# SOLDEN HILL HOUSE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2007

### 1. ACCOUNTING POLICIES - continued

#### Pension costs

The company operates a defined benefit scheme for the benefit of its employees. The costs of contributions are written off against revenue in the year they are payable.

#### Finance and operating leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred. Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written off to the SOFA over the period of the lease so as to produce a constant rate of charge.

#### Fixed asset investments

Fixed asset investments are held at market value as at the balance sheet date with movements shown in the SOFA.

### 2. RESOURCES EXPENDED

|  | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | Total<br>2007<br>£ | Total<br>2006<br>£ |
|--|----------------------------|--------------------------|--------------------|--------------------|
| <b>Direct charitable expenditure</b>     |                            |                          |                    |                    |
| Provision of residential home services:  |                            |                          |                    |                    |
| Staff costs (including agency fees)      | 707,997                    | -                        | 707,997            | 672,501            |
| Residents' expenses                      | 121,567                    | 33                       | 121,600            | 124,258            |
| Property expenses                        | 109,210                    | 559                      | 109,769            | 127,679            |
| Management and administration            | 55,412                     | -                        | 55,412             | 57,660             |
| Depreciation and sale of fixed assets    | 11,859                     | 10,789                   | 22,648             | 17,735             |
|  | <u>1,004,702</u>           | <u>11,381</u>            | <u>1,016,083</u>   | <u>999,833</u>     |
| <b>Fundraising and publicity</b>         |                            |                          |                    |                    |
| Fundraising                              | 1,089                      | -                        | 1,089              | 1,249              |
|  | <u>1,089</u>               | <u>-</u>                 | <u>1,089</u>       | <u>1,249</u>       |
| <b>Governance costs</b>                  |                            |                          |                    |                    |
| Audit fees                               | 800                        | -                        | 800                | 800                |
| Trustees insurance                       | 1,343                      | -                        | 1,343              | 1,343              |
|  | <u>2,143</u>               | <u>-</u>                 | <u>2,143</u>       | <u>2,143</u>       |
| <b>Total resources expended include.</b> |                            |                          |                    |                    |
|  |                            |                          | 2007               | 2006               |
|  |                            |                          | £                  | £                  |
| Auditor's remuneration - audit           |                            |                          | 800                | 800                |
| Auditor's remuneration - non audit       |                            |                          | 8,559              | 8,465              |
| Depreciation                             |                            |                          | 22,648             | 23,255             |
| Profit on disposal                       |                            |                          | -                  | (5,520)            |
|  |                            |                          | <u>32,007</u>      | <u>35,040</u>      |

# SOLDEN HILL HOUSE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2007

### 3. TRUSTEES' REMUNERATION AND BENEFITS

The trustees neither received nor waived any emoluments/expenses during this or last year

The company paid £1,343 during the year for trustees' professional indemnity insurance.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2007 or for the year ended 31 March 2006.

### 4. STAFF COSTS

|                       | 2007           | 2006           |
|-----------------------|----------------|----------------|
|                       | £              | £              |
| Wages and salaries    | 601,229        | 569,015        |
| Social security costs | 45,157         | 42,621         |
| Pension costs         | 22,149         | 18,642         |
|                       | <u>668,535</u> | <u>630,278</u> |

The average monthly number of employees during the year was as follows.

|                       | 2007 | 2006 |
|-----------------------|------|------|
|                       | No   | No.  |
| Charitable activities | 43   | 41   |

No employee received emoluments greater than £60,000 in the year.

### 5. PENSION COSTS

The charity operates a contributory pension scheme. It is a multi-employer defined benefit scheme and contributions are charged in the profit and loss account as they accrue. The charge for the year was £22,149 (2006 £18,642).

Due to the nature of the scheme and the information available to the directors it is not possible to identify the charity's share of the underlying assets and liabilities of the pension fund.

The last actuarial valuation of the whole scheme, as at 31 March 2005, showed a deficit.

**SOLDEN HILL HOUSE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2007**

**6. TANGIBLE FIXED ASSETS**

|                       | Freehold<br>property | Fixtures and<br>fittings | Motor<br>vehicles | Computer<br>equipment | Totals           |
|-----------------------|----------------------|--------------------------|-------------------|-----------------------|------------------|
|                       | £                    | £                        | £                 | £                     | £                |
| <b>COST</b>           |                      |                          |                   |                       |                  |
| At 1 April 2006       | 1,070,682            | 335,935                  | 54,592            | 7,863                 | 1,469,072        |
| Additions             | -                    | 11,426                   | -                 | 1,221                 | 12,647           |
| At 31 March 2007      | <u>1,070,682</u>     | <u>347,361</u>           | <u>54,592</u>     | <u>9,084</u>          | <u>1,481,719</u> |
| <b>DEPRECIATION</b>   |                      |                          |                   |                       |                  |
| At 1 April 2006       | -                    | 271,788                  | 34,896            | 3,303                 | 309,987          |
| Charge for year       | -                    | 12,589                   | 8,093             | 1,966                 | 22,648           |
| At 31 March 2007      | -                    | <u>284,377</u>           | <u>42,989</u>     | <u>5,269</u>          | <u>332,635</u>   |
| <b>NET BOOK VALUE</b> |                      |                          |                   |                       |                  |
| At 31 March 2007      | <u>1,070,682</u>     | <u>62,984</u>            | <u>11,603</u>     | <u>3,815</u>          | <u>1,149,084</u> |
| At 31 March 2006      | <u>1,070,682</u>     | <u>64,147</u>            | <u>19,696</u>     | <u>4,560</u>          | <u>1,159,085</u> |

The estimated market value of the land and buildings was £2,180,000 higher than the carrying value (2006. £2,000,000.) Capital expenditure contracted for but not provided for in the financial statements was £Nil (2006. £2,805).

**7. FIXED ASSET INVESTMENTS**

Listed investments held to provide a return.

|  | UK<br>£      | Int'l<br>£    | Total<br>£    |
|--|--------------|---------------|---------------|
| Cost as at 31 March 2006 and 31 March 2007 | <u>6,574</u> | <u>13,207</u> | <u>19,781</u> |
| Market value as at 31 March 2006           | 6,627        | 13,726        | 20,353        |
| Movement on gain on revaluation            | <u>931</u>   | <u>98</u>     | <u>1,029</u>  |
| Market value as at 31 March 2007           | <u>7,558</u> | <u>13,824</u> | <u>21,382</u> |

# SOLDEN HILL HOUSE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2007

### 8. STOCKS

|   | 2007         | 2006         |
|---|--------------|--------------|
|   | £            | £            |
| Stocks of raw materials and consumables | <u>7,960</u> | <u>4,213</u> |

### 9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|  | 2007          | 2006          |
|--|---------------|---------------|
|  | £             | £             |
| <i>Amounts falling due within one year</i> |               |               |
| Trade debtors                              | 59,215        | 59,852        |
| Other debtors                              | <u>23,733</u> | <u>27,145</u> |
|  | <u>82,948</u> | <u>86,997</u> |

### 10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                              | 2007          | 2006          |
|------------------------------|---------------|---------------|
|                              | £             | £             |
| Bank loans and overdrafts    | -             | 8,140         |
| Trade creditors              | 27,566        | 20,022        |
| Taxation and social security | 12,822        | 12,645        |
| Other creditors              | <u>20,368</u> | <u>17,989</u> |
|                              | <u>60,756</u> | <u>58,796</u> |

### 11. FINANCIAL COMMITMENTS

At 31 March 2007 the company has annual commitments under non-cancellable leases as follows:

|                     | Other<br>2007<br>£ | Other<br>2006<br>£ |
|---------------------|--------------------|--------------------|
| <b>Expiry date:</b> |                    |                    |
| One to two years    | 2,180              | -                  |
| Two to five years   | <u>2,251</u>       | <u>4,431</u>       |
|                     | <u>4,431</u>       | <u>4,431</u>       |

**SOLDEN HILL HOUSE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2007**

**12. MOVEMENT IN FUNDS**

|                           | At 1/4/06<br>£ | Net movement<br>in funds<br>£ | Transfers<br>between funds<br>£ | At 31/3/07<br>£           |
|---------------------------|----------------|-------------------------------|---------------------------------|---------------------------|
| <b>Restricted funds</b>   |                |                               |                                 |                           |
| Apps House Fund           | 416,389        | -                             | -                               | 416,389                   |
| Giles House Fund          | 72,396         | -                             | -                               | 72,396                    |
| Innes House Fund          | 294,683        | -                             | -                               | 294,683                   |
| Pottery Fund              | 14,544         | -                             | -                               | 14,544                    |
| F J Apps Training Fund    | 19,536         | 1,062                         | -                               | 20,598                    |
| Bathroom Extension Fund   | 559            | (559)                         | -                               | -                         |
| Minibus Savings           | 9,691          | (9,691)                       | -                               | -                         |
| Generator                 | 11,445         | (1,099)                       | -                               | 10,346                    |
| Circus and Dance Workshop | 263            | (32)                          | -                               | 231                       |
| <b>TOTAL FUNDS</b>        | <b>839,506</b> | <b>(10,319)</b>               | <b>-</b>                        | <b>829,187</b>            |
|                           |                | Incoming<br>resources<br>£    | Resources<br>expended<br>£      | Movement in<br>funds<br>£ |
| <b>Unrestricted funds</b> |                |                               |                                 |                           |
| General fund              |                | 1,081,986                     | (1,007,934)                     | 74,052                    |
| <b>Restricted funds</b>   |                |                               |                                 |                           |
| F J Apps Training Fund    |                | 1,062                         | -                               | 1,062                     |
| Circus and Dance Workshop |                | -                             | (32)                            | (32)                      |
| Bathroom Extension Fund   |                | -                             | (559)                           | (559)                     |
| Minibus Savings           |                | -                             | (9,691)                         | (9,691)                   |
| Generator                 |                | -                             | (1,099)                         | (1,099)                   |
|                           |                | 1,062                         | (11,381)                        | (10,319)                  |
| <b>TOTAL FUNDS</b>        |                | <b>1,083,048</b>              | <b>(1,019,315)</b>              | <b>63,733</b>             |

The General fund represents the free funds which have not been designated for particular purposes

The Apps House Fund (formally the "New Building Funds 1986/1987") was set up in 1986 by way of donations specifically for the building and furnishing of a new residential block to house 11 residents, thus enabling the greater use of single accommodation in both main houses. The new house was called Apps House.

The Giles House Fund was set up in 1991 as the result of donations received in memory of a deceased resident, at the request of his family. The aim of the project was to renovate the old disused pottery for use as a three-bedroom staff house.

The Innes House Fund was set up in 1994 to receive donations for the extension of Flora Innes House following an appeal to parents and friends. The extension provided single accommodation for all residents in the house. The fund also provided for the purchase of a house in Fairbrother Close to provide temporary accommodation for those residents who were displaced while work was in progress at Innes House. The house in Fairbrother Close was sold in June 1999.

The Pottery fund was set up in 1991 as the result of a donation. A new pottery was set up in the lower level of Apps House to provide a permanent workshop for the use of residents.

# SOLDEN HILL HOUSE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2007

### 12. MOVEMENT IN FUNDS CONTINUED

The F J Apps Training Funds was established in March 1999 as the result of donations in memory of F J Apps, Principal of Solden Hill House, who died on 13 March 1999. This fund will provide funding for staff to attend anthroposophical based training courses.

The Bathroom Extension Fund was set up in 1998 with a donation to convert a downstairs toilet into a bathroom/toilet area in the main house at Solden Hill.

The "Minibus Savings" fund has been set up to receive donations towards the cost of purchasing new minibuses as required. Proceeds have been received as a direct result of fundraising activities and other donations.

The "Generator" fund was established by a donation of £13,000 received from the David Solomons Trust towards the cost of a generator to be installed on the main site.

The "Circus and Dance Workshop" fund was established in 2005 as a result of a donation for provision of such a service to the residents of Solden Hill.

### 13. TOTAL CALLED UP SHARE CAPITAL AND FUNDS

|  | 2007<br>£        | 2006<br>£        |
|--|------------------|------------------|
| Net incoming/(outgoing) resources for the year | 63,733           | (37,030)         |
| Opening called up share capital and funds      | <u>1,438,934</u> | <u>1,475,964</u> |
| Closing called up share capital and funds      | <u>1,502,667</u> | <u>1,438,934</u> |

### 14. CONTROLLING INTEREST

The Trustees have overall control of the Company.

### 15. SHARE CAPITAL

|   | 2007<br>£  | 2006<br>£  |
|---|------------|------------|
| Authorised<br>100 Ordinary shares of £1 each                        | <u>100</u> | <u>100</u> |
| Allotted, called up and fully paid<br>19 Ordinary shares of £1 each | <u>19</u>  | <u>19</u>  |