

Company No. 553243
Charity No. 309683

SUMMER FIELDS SCHOOL TRUST LIMITED

ACCOUNTS FOR THE YEAR ENDED

31 AUGUST 2005

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SUMMER FIELDS SCHOOL TRUST LIMITED
GOVERNORS AND PROFESSIONAL ADVISERS

The governors during the year were:

- | | |
|---|---------------|
| Dr M J Atkinson MA, DPhil | |
| * Mrs D M Broke JP | |
| * J G Bullard TD | Chairman |
| * E A Davidson QC | |
| * D J C Faber MA | |
| * Mrs R T Fox JP, DL | |
| A P Freeland MBBS, MRCS, LRCP, FRCS | |
| Mrs T Gaisman (appointed 5 March 2005) | |
| * M R Gifford MA | |
| * W G S Massey QC, MA | Vice Chairman |
| R M Morgan MA | |
| Mrs S R Peake (appointed 6 November 2004) | |
| Mrs G Phillips | |
| A E Reekes MA, FRSA | |

- * Members of the Finance and General Purposes Sub-Committee

The trust has no share capital and consequently none of the governors has any interest in any shares of the company.

The governors constitute directors of the company for Companies Act 1985 purposes.

Headmaster: R F Badham-Thornhill BA, PGCE

Bursar/company secretary: P M C Talbot BEd
 Clerk to the Governors

Principal address: Mayfield Road
 Oxford
 OX2 7EN

Professional Advisors

Bankers : National Westminster Bank plc
 249 Banbury Road
 Oxford OX2 7HR

Auditors : Horwath Clark Whitehill LLP
 Carrick House
 Lypiatt Road
 Cheltenham
 Gloucester GL50 2QJ

Legal Advisors : Rickerbys
 Ellenborough House
 Wellington Street
 Cheltenham
 Gloucester GL50 1YD

Architects Oxford Architects Partnership
 Bagley Croft
 Hinksey Hill
 Oxford OX1 5BS

Carter Jonas
 Anchor House
 269 Banbury Road
 Oxford OX2 7LL

SUMMER FIELDS SCHOOL TRUST LIMITED

REPORT OF THE BOARD OF GOVERNORS

The Board of Governors present their annual report and the audited financial statements for the year ended 31 August 2005.

The financial statements comply with the Charity's Trust Deed, applicable Accounting Standards in the United Kingdom and the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 and the Charities Act 1993. There are no restrictions in the Memorandum & Articles of Association.

Status and administration

Summer Fields was founded in 1864 by Mrs Maclaren. The School is a registered charity No. 309683, and was incorporated on 12 August 1955, company registration number 553243. The company is limited by guarantee having no share capital, and in the event of the company being wound up, the liability of each Governor is limited to one pound.

The School is governed by a Board of Governors as described in the School's Memorandum and Articles of Association.

Aims and objectives

The aims of the school are outlined in the prospectus:

'At Summer Fields we aim to provide unrivalled excellence, educating boys in the widest sense. We realise that ambitions and interests awakened in the prep school years will remain with boys into adult life. These are formative: there is no limit to what they can achieve with good teaching, encouragement and praise. We believe that boys should be exposed to a breadth of education that only a boarding environment can provide, with the values, self-confidence and personality gained in a caring family atmosphere.'

The School's aim is to teach the boys well, to provide them with a rich and diverse programme of extra-curricular activities and to ensure that they are happy and well-cared for and prepared for their move to Senior School at the age of 13 years. Furthermore, the School seeks to encourage, train and form confident, enthusiastic, well-rounded children with strong moral values and a respect for intellectual achievement and give them the ability to take these attributes into the outside world in adolescence and adulthood.

Summer Fields is an independent boarding school for boys aged 8-13 years. The School has a reputation as one of the best boys' boarding schools in the country. Notwithstanding its determination to remain independent, it seeks to offer the widest possible access to boys capable of profiting from the education offered. To this end, the School is seeking to build up endowment funds for scholarships and bursaries. At 31 August 2005, the bursary endowment fund along with the scholarship endowment fund within the Maclaren Trust were valued at around £617,000.

Organisation

The Governing Body is responsible for the overall management and control of Summer Fields School. They appoint the Headmaster who acts as the Chief Executive Officer. Together with the Bursar, the Headmaster is responsible for the day-to-day management of the School with the help of a Management Team consisting of the Deputy Headmaster, the Director of Studies, the Senior Master and the Master-in-charge of Parent Liaison.

The work of preparing most of the Governors' policies is carried out by the Finance and General Purposes Committee (F&GP) who meet once a term before the termly meetings of the full Governing Board. The F&GP works under the chairmanship of Mr J G Bullard and the other members are listed on page 1. The Headmaster and Bursar attend the F&GP Committee, together with the School's accountant.

SUMMER FIELDS SCHOOL TRUST LIMITED**REPORT OF THE BOARD OF GOVERNORS (continued)****Public Benefit**

Summer Fields contributes significantly to the wider public. At its simplest, it provides relief to the national education budget in educating pupils who would otherwise require funding in the maintained sector.

The School also permits considerable public access to its facilities and delivers public benefit through its various activities. These include invitations to dramatic, musical and art events and the opening up to the local community of its sporting facilities, including the indoor swimming pool and the Sports' Hall.

During the year, a committee entitled 'Summer Fields in the Community' was formed whose purpose it is to co-ordinate charitable activities with which the School is involved on an international, national and local level. Schemes that the committee were involved in were a sponsored swim that raised over £3,400 in aid of the Blind, The Tsunami Fund (that raised nearly £5,000) and the financing of a Maths Curriculum book for schools in Tanzania.

Money is raised for charitable causes in chapel every week. The total amount raised for charitable causes outside chapel topped £70,000.

The committee is also in discussion with a local primary school with the purpose of providing both instruments and the staff expertise to help develop music within the school.

Scholarships & Bursaries

The School through the Maclaren Trust and the provision of other means-tested scholarships and bursaries assisted a total of twenty-eight families to the value of nearly £100,000. During the period, the Maclaren Trust received gifts totalling £30,000 and further income arising from investments held by the Trust of £17,285. The Governors of the School were also grateful to receive the first instalment from the legacy of the late Sir James Colyer-Fergusson (OS), and the second instalment received on 1 September 2005, has been accrued for in these financial statements.

Fund Raising

Two years ago, the Headmaster launched a Capital Development Programme, the purpose of which was to raise funds with the express purpose that they should be spent within a year of their being given, to develop schemes or to purchase items that the School would not normally be able to fund out of its own surpluses. During this time, over £60,000 has been donated.

Review of activities and achievements

The School continues to achieve excellent academic results with all the Fifth Year leavers going to a top Public School. The list of awards includes : 2nd King's Scholarship to Eton, an Academic and an Outstanding Talent Scholarship to Harrow, and the 5th Exhibition and an Honorary exhibition to Winchester. Through the Scholarship and Common Entrance exams a total of 51 boys went to the following main schools: Ampleforth (2), Eton (22), Harrow (6), Radley (10), Winchester (3) and 8 other schools.

There were some notable sporting successes, including an excellent cricket season, and there was a very successful rugby tour to South Africa, which raised over £7,000 for a development school.

However, perhaps the greatest successes outside the classroom were the production of the children's opera, 'Amahl and the Night Visitors' by Menotti and the remarkable performances of the musical 'Oliver!'

Music is central to the life of the School and three boys won awards: two awards were gained to Eton and one to Harrow. The School hosted a Junior Strings Day, the Red Choir sang at Radley College, New College, Oxford and The Royal Show, in addition to their regular services in the School Chapel. The highlight of the year for the Red Choir was the hugely successful tour to Italy. Over Christmas the boys sang at Parmoor Court, Sir Michael Sobell House and the Ferry centre in Summertown. Residents in some of the local Retirement Homes were also invited for the Christmas Cheer and the Harvest Festival 'Bring and Buy'.

SUMMER FIELDS SCHOOL TRUST LIMITED**REPORT OF THE BOARD OF GOVERNORS (continued)****Review of activities and achievements (continued)**

Other work in the community included the use of our playing fields by neighbouring schools, and football and cricket fixtures with Wheatley Primary School. Squash players from the local Ferry Centre used our courts and residents in the North Oxford area continued to use the School's indoor swimming pool. The indoor fives courts play host to a number of visiting schools and the North Oxford Fives Club use them as their home. The School works closely with the City and County Council to ensure that the North Oxford Cycle Path, that goes directly through the School's grounds, is kept in good condition throughout the year.

In addition to Amahl and Oliver! there were two other School dramatic productions in the course of the year. In Art, the boys visited The National Portrait Gallery and The Royal Academy completed a workshop at the School for over 30 boys. The Art Exhibition in the Summer Term was outstanding.

The School also acted as hosts for a number of meetings of professional bodies and associations.

Developments

The School has continued to improve its facilities to give boys and staff the best possible working environment. This year, the three-year programme to refurbish all the classrooms was completed with most teaching areas having been installed with interactive whiteboards. The two Design & Technology laboratories have undergone a complete refit and plans are underway for the redevelopment of the School's Science laboratories. The final stage of the Library development was also completed with the installation of a 24hrs-a-day news and communications centre, allowing the boys access at any time to both the news reports on TV and the web. This last development was made possible as a direct result of the generosity of parents' donations to the School's Development Fund.

The School's ICT facilities have been further upgraded and developed. An ICT facility has also been created within the Music Department to allow the children to compose their own music on the network.

Further units of quality accommodation have been provided for staff through the conversion of some school barns, allowing all members of the teaching staff to be housed on the School site. Further developments are planned for the coming months including the construction of an all-weather play area which will be sited close to the Sports' Centre.

At the end of the School Year the Governors decided that, as from September 2006, there would be a new Year Three intake and parents of boarders in Year Four would be able to see their children on a much more regular basis.

Financial Results

The School continued to operate successfully and recorded, including the aforementioned legacy of £720,000, an increase in unrestricted funds of £1,072,398 (2004 £232,172) on fee income of £4.0m (2004 £4.0m).

Investment Powers

The school's investment powers are governed by the Memorandum of Association of the company. These permit funds to be invested in or upon such investments, securities or property as may be thought appropriate.

Fixed assets

The movements in fixed assets are shown in note 6 to the accounts. In the opinion of the Governors the market value of the school's freehold land and buildings is considerably in excess of book value. All the fixed assets owned by the company are held for the purposes of the school.

Governance of the School

During the period under review the Governors met termly and were supported by similar meetings of the Finance & General Purposes Committee reviewing finance, estates and other planning matters. All decisions are ratified by the full Governing Body.

SUMMER FIELDS SCHOOL TRUST LIMITED

REPORT OF THE BOARD OF GOVERNORS (continued)

Governance of the School (continued)

The Governors, all of whom served throughout the year to 31 August 2005 except where otherwise disclosed, are listed at the beginning of this report. Governors are generally appointed for a period of three years, apart from Parent Governors who are appointed for five years.

Funds

The Governors review the endowed, restricted and unrestricted funds regularly. The movements in funds are shown in note 14 to the accounts. The Governors are satisfied that the assets attributable to each fund are sufficient to meet their obligations.

Risk management

In the light of Corporate Governance guidance contained within the Charities Statement of Recommended Practice issued on 12 October 2000, the Governors have established systems to review the major strategic, business and operational risks to which the School is exposed. Systems are established to mitigate those risks and procedures have been implemented to minimise any potential impact on the School should any of those risks materialise.

Disability Statement

The School seeks to achieve the objectives set down in the Disability Discrimination Act 2000, and in particular makes the following commitments:

- a) a rolling programme of audit of facilities and provision of access will continue to be a priority. The School takes professional advice on the improvement of access and facilities on all major construction work and refurbishment to existing buildings;
- b) the School has made a significant investment in the appointment of specialist teachers to support pupils with learning difficulties and/ or disabilities;
- c) Counselling and welfare services are widely available to pupils and staff;
- d) Specialist equipment is available, or will be made available, as required where its use is identified as beneficial by the support processes.

Employment of Disabled Persons

The School considers all applications for employment from disabled persons, bearing in mind the aptitudes of the individuals concerned. Where an existing employee becomes disabled, every effort is made to ensure that employment with the School continues. The School's policy is to provide training, career development and opportunities for promotion that are, as far as possible, identical for those for other employees.

Trading company

The company owns the whole of a trading subsidiary, Summertown Sport Enterprises Limited, whose principal activity is the construction and management of sports facilities. The taxable profits of Summertown Sport Enterprises Limited are transferred to the school via Gift Aid.

Associated Charity

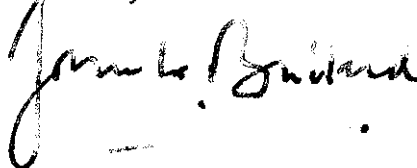
The School has an associated charity, The Maclaren Trust, which was formed to provide scholarships for able boys whose parents would not otherwise be able to afford the fees. The Trustees are raising money to fund these scholarships.

Auditors

The auditors, Horwath Clark Whitehill LLP, will be proposed for re-appointment in accordance with Section 385A of the Companies Act 1985.

Approved by the Board of Governors of Summer Fields School Trust Limited on 12 Nov. 2005 and signed on its behalf by:

Chairman



SUMMER FIELDS SCHOOL TRUST LIMITED
STATEMENT OF GOVERNORS' RESPONSIBILITIES

ACCOUNTING AND REPORTING RESPONSIBILITIES

The Charities Act 1993 requires the Governors as the trustees of the Charity to prepare accounts for each financial year which give a true and fair view of the Charity's financial activities during the year and of its financial position at the end of the year.

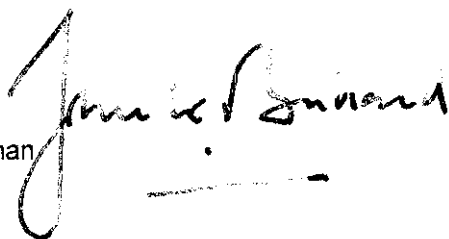
In preparing the accounts the Governors should follow best practice and

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards and the Charities SORP, disclosing and explaining any departures in the accounts, and
- prepare the accounts on the going concern basis unless it is inappropriate to assume that the Charity will continue in operation.

The Governors are responsible for keeping accounting records, which are such as to disclose, with reasonable accuracy, the financial position of the Charity at any time, and to enable them as trustees to ensure that the accounts comply with charity law. The Governors are also responsible for safeguarding the Charity's assets and ensuring their proper application, and hence for taking reasonable steps for the prevention and detection of error, fraud and other irregularities.

Approved by the Board of Governors of Summer Fields School Trust Limited on 12/10/05 and signed on its behalf by:

Chairman



**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF SUMMER FIELDS SCHOOL TRUST LIMITED**

We have audited the financial statements of Summer Fields School for the year ended 31 August 2005, which comprise the Statement of Financial Activities, the Charity Balance Sheet, the Cash Flow Statement and the related notes set out on pages 8 to 17. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's governors, 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 company's governors *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 company and the company's governors as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of governors and auditors

The responsibilities of the governors, who are also the charity trustees for the purposes of charity law, for preparing the Governors' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Governors' Responsibilities on page 3.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the Governors' Annual Report is not consistent with the financial statements, if the Charitable Company has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit or if information specified by law regarding governors' remuneration and transactions with the charitable company is not disclosed.

We read the other information contained in the Governors' Annual Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards 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 judgments made by the governors 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether 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 financial statements.*

Unqualified opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charitable company as at 31 August 2005 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Horwath Clark Whitehill LLP

Chartered Accountants and Registered Auditors
Carrick House, Lypiatt Road
Cheltenham, Glos GL50 2QJ

Horwath Clark Whitehill LLP

17th November 2005

SUMMER FIELDS SCHOOL TRUST LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2005

		Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total Funds 2005 £	2004 £
Incoming Resources						
Fees receivable	2	4,031,745	-	-	4,031,745	4,030,003
Investment income		51,003	13	-	51,016	64,454
Bank and other interest		68,542	976	-	69,518	57,183
Sundry other income	3	91,763	-	-	91,763	42,919
Donations		51,973	37,223	-	89,196	92,232
Legacy income		720,000	-	-	720,000	-
Gift aid donation from subsidiary		77,180	-	-	77,180	76,839
Total Incoming Resources		5,092,206	38,212	-	5,130,418	4,363,630
Resources Expended						
Costs of generating funds						
Finance costs		11,320	-	-	11,320	16,579
Charitable expenditure						
Teaching costs		1,971,124	4,961	-	1,976,085	1,990,275
Welfare		852,770	-	-	852,770	898,319
Premises		736,613	97,116	-	833,729	948,898
French venture		92,654	-	-	92,654	58,919
Administration of the School		336,853	-	-	336,853	308,340
Management and administration of the charity		10,000	-	-	10,000	10,000
Total charitable expenditure		4,000,014	102,077	-	4,102,091	4,214,751
Total expended	4,5	4,011,334	102,077	-	4,113,411	4,231,330
Net incoming resources before transfers		1,080,872	(63,865)	-	1,017,007	132,300
Transfers between funds-		-	-	-	-	-
Net incoming resources		1,080,872	(63,865)	-	1,017,007	132,300
Realised (losses) on disposal of investments		(5,143)	-	-	(5,143)	(1,446)
Net income/(expenditure) for the year		1,075,729	(63,865)	-	1,011,864	130,854
Unrealised (losses) on Investments		(3,331)	22	-	(3,309)	(30,564)
Net movement in funds		1,072,398	(63,843)	-	1,008,555	100,290
Balances brought forward at 1 September 2004		4,626,083	1,635,079	20,338	6,281,500	6,181,210
Balances carried forward at 31 August 2005		5,698,481	1,571,236	20,338	7,290,055	6,281,500

All amounts relate to continuing operations.

The notes on pages 8 to 17 form part of these accounts.

SUMMER FIELDS SCHOOL TRUST LIMITED

BALANCE SHEET AT 31 AUGUST 2005

		2005		2004	
	Note	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	6		4,005,518		3,746,488
Fixed asset investments					
Shares in group companies	7	1,310,802		1,310,802	
Other investments	7	<u>557,086</u>		<u>744,917</u>	
			1,867,888		2,055,719
			5,873,406		5,802,207
CURRENT ASSETS					
Stocks	8	38,725		38,926	
Debtors	9	846,723		108,868	
Cash at bank and in hand	10	<u>1,412,814</u>		<u>1,462,760</u>	
		2,298,262		1,610,554	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
	11	<u>(639,451)</u>		<u>(826,241)</u>	
NET CURRENT ASSETS			<u>1,658,811</u>		<u>784,313</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			7,532,217		6,586,520
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
	12		<u>(242,162)</u>		<u>(305,020)</u>
NET ASSETS			<u>7,290,055</u>		<u>6,281,500</u>
RESERVES					
Permanent endowment funds			20,338		20,338
Restricted funds	14		1,571,236		1,635,079
Unrestricted funds	14		<u>5,698,481</u>		<u>4,626,083</u>
			<u>7,290,055</u>		<u>6,281,500</u>

These accounts were approved by the board of governors on 12.10.2005 and signed on its behalf by:

Chairman

The notes on pages 8 to 17 form part of the accounts.

SUMMER FIELDS SCHOOL TRUST LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2005

	Note	£	2005 £	£	2004 £
Net cash inflow from:					
Operating activities	15		90,355		116,984
Returns on investments and servicing of finance					
Interest received			120,534		121,249
Capital expenditure					
Payments to acquire fixed assets	6	(440,214)		(378,863)	
Payments to acquire investments	7	(76,921)		(44,275)	
Receipts from disposal of investments		256,300		175,000	
Receipts from disposal of fixed assets		-		-	
Net cash (outflow)/inflow from capital expenditure			(260,835)		(248,138)
(Decrease)/Increase in cash in the year	16		(49,946)		(9,905)
Cash balance at 1 September 2004	16		<u>1,462,760</u>		<u>1,472,665</u>
Cash balance at 31 August 2005	16		<u>1,412,814</u>		<u>1,462,760</u>

The notes on pages 8 to 17 form part of the accounts.

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

1 a) Basis of accounting

The financial statements have been prepared under the Companies Act 1985 in accordance with applicable accounting and financial reporting standards in the United Kingdom, and the Statement of Recommended Practice (SORP): Accounting and Reporting by Charities issued in 2000.

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

b) Basis of preparation of financial statements

The company is exempt from the requirement to prepare group accounts as the activities and results of the subsidiary are not material to the presentation of the financial statements of the company. These financial statements therefore present information about the company as an individual undertaking and not about its group.

c) Income

Income represents amounts receivable as fees in respect of the provision of education to pupils in the School.

d) Donations

Donations are reflected in the statement of financial activities on a receipts basis.

e) Legacy income

Any legacy income is reflected in the statement of financial activities on a receivable basis.

f) Resources expended

Resources expended are accounted for on an accruals basis. The allocation of expenditure between direct charitable and other is a subjective split based upon the Bursar's best estimate of the resources input to these different parts of the School's operations in the year. The irrecoverable element of VAT is included with the item of expense to which it relates.

Cost of generating funds	- include all fund raising and financing support costs
Administration of the school	- include salary cost and office costs relating to the running of the School
Management and administration costs	- include audit fees and governors' expenses.

g) Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less depreciation. Depreciation is provided using the straight line basis at rates which reflect the anticipated useful lives of the assets and their estimated residual values.

Freehold land	NIL
Freehold buildings	2.5%
Plant and machinery	20-33%
Fixtures and fittings	10%
Motor vehicles	25%

h) Stock

Stocks are valued at the lower of cost and net realisable value.

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

1 ACCOUNTING POLICIES (continued)

i) Pension costs

Amounts received under the prepaid fees scheme are carried forward as liabilities. Interest is allowed on the prepaid balances at rates fixed when the deposit is received. Turnover is credited with the equivalent of fees thus paid in the period when they become receivable.

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi employer pension scheme and it is not possible to identify the assets and liabilities of the scheme, which are attributable to the School. In accordance with FRS17 therefore, the scheme is accounted for as a defined contribution scheme. For further information see Note 21.

j) Operating leases

Costs in respect of operating leases are charged on a straight-line basis over the lease term.

k) Investments

Listed investments are included at market value at the balance sheet date.

The policy is in accordance with the requirement of the Statement of Recommended Practice "Accounting and Reporting by Charities" (revised 2000) that charities re-value investments to market value each year end, with the unrealised gain/loss recognised in the Statement of Financial Activities.

Income deriving from investments is accounted for on a receivable basis and is recognised through the Statement of Financial Activities.

l) Designated funds

The Governors have set up designated funds to allocate unrestricted funds to cover material commitments.

m) Endowed funds

Endowed funds comprise a number of individual trust funds set up by specific donors, the capital of which may not be expended. Each is credited with the relevant investment income and bears its own expenses.

2 FEES RECEIVABLE CONSIST OF:

	2005 £	2004 £
Gross fees	4,131,543	4,137,388
Less: Scholarships and bursaries	<u>(99,798)</u>	<u>(107,385)</u>
	<u>4,031,745</u>	<u>4,030,003</u>

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

3	SUNDRY OTHER INCOME	2005	2004
		£	£
	Entrance and registration fees	31,325	14,350
	Lettings	27,775	20,564
	Other	<u>32,663</u>	<u>8,005</u>
		<u>91,763</u>	<u>42,919</u>
4	EXPENDITURE	2005	2004
		£	£
	Expenditure includes:		
	Auditors' remuneration - other services	2,154	1,510
	- audit	6,169	5,875
	Depreciation	<u>181,183</u>	<u>185,578</u>
		2005	2004
		£	£
	Total staff costs:		
	Wages and salaries	2,183,167	2,167,899
	Social security costs	172,082	170,356
	Other pension costs	<u>170,565</u>	<u>169,262</u>
		<u>2,525,814</u>	<u>2,507,517</u>
		2005	2004
		Number	Number
	The average monthly number of employees during the year was:		
	Teaching	40	41
	Welfare	53	52
	Premises	9	9
	France	1	1
	Administrative	8	8
	Peripatetics	<u>30</u>	<u>26</u>
		<u>141</u>	<u>137</u>
		2005	2004
		Number	Number
	The following number of employees had salaries within the range as below:		
	£60,000 - £69,999	-	1
	£70,000 - £79,999	<u>1</u>	<u>-</u>

Contributions of £9,482 were paid to the Teachers' Pension Scheme for the benefit of the higher paid employee.

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

4 EXPENDITURE (continued)

For the purposes of the Companies Act the governors are directors. No governor received any remuneration, or benefits from the company during the year (2004: £NIL). Travel expenses of £NIL were reimbursed during the year (2004: £NIL). Trustee indemnity insurance was purchased to the value of £185.

5 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs £	Other £	Depreciation £	Total £
Cost of generating funds				
Finance costs	<u>-</u>	<u>11,320</u>	<u>-</u>	<u>11,320</u>
Charitable expenditure				
Teaching costs	1,642,029	290,734	43,322	1,976,085
Welfare	510,171	339,239	3,360	852,770
Premises	154,323	562,592	116,814	833,729
French venture	21,121	71,533	-	92,654
Administration of the school	198,170	120,996	17,687	336,853
Management and administration of the charity	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
	<u>2,525,814</u>	<u>1,395,094</u>	<u>181,183</u>	<u>4,102,091</u>

6 TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery £	Fixtures & fittings £	Motor vehicles £	Total £
Cost or valuation					
At 1 September 2004	4,875,760	623,028	188,039	89,277	5,776,104
Additions	<u>273,465</u>	<u>121,952</u>	<u>28,541</u>	<u>16,256</u>	<u>440,214</u>
At 31 August 2005	<u>5,149,225</u>	<u>744,980</u>	<u>216,580</u>	<u>105,533</u>	<u>6,216,318</u>
Depreciation					
At 1 September 2004	1,405,253	480,235	80,609	63,519	2,029,616
Provision for the year	<u>91,057</u>	<u>66,039</u>	<u>13,584</u>	<u>10,504</u>	<u>181,184</u>
At 31 August 2005	<u>1,496,310</u>	<u>546,274</u>	<u>94,193</u>	<u>74,023</u>	<u>2,210,800</u>
Net book value					
At 31 August 2005	<u>3,652,915</u>	<u>198,706</u>	<u>122,387</u>	<u>31,510</u>	<u>4,005,518</u>
At 31 August 2004	<u>3,470,507</u>	<u>142,793</u>	<u>107,430</u>	<u>25,758</u>	<u>3,746,488</u>

The net book value of land and buildings consists almost entirely of freehold buildings. In the opinion of the governors the cost of freehold land included within the above figure is not material. All tangible fixed assets are held for use by the school on direct charitable activities.

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

7 FIXED ASSET INVESTMENTS

	Shares in group under- takings £	Government stocks £	Total £
At 1 September 2004	1,310,802	744,917	2,055,719
Additions	-	76,921	76,921
Disposals at opening market value	-	(261,443)	(261,443)
Revaluations	-	(3,309)	(3,309)
Market value at 31 August 2005	<u>1,310,802</u>	<u>557,086</u>	<u>1,867,888</u>
Historical cost at 31 August 2005	<u>1,310,802</u>	<u>543,034</u>	<u>1,853,836</u>

The subsidiary company is Summertown Sport Enterprises Limited, a company incorporated in England, of which Summer Fields School Trust Limited owns 100% of the issued share capital. The principal activity of the subsidiary company is the construction and management of sporting facilities. Consolidated accounts have not been prepared as the activities and results of the subsidiary are not material to the presentation of the accounts of the charity.

Details in respect of the subsidiary company are as follows:

	2005 £	2004 £
Profit and loss		
Turnover	80,000	80,000
Operating expenses	<u>(110,350)</u>	<u>(110,347)</u>
Retained loss for the year	<u>(30,350)</u>	<u>(30,347)</u>
Balance sheet		
Share capital and reserves at the year end	<u>1,007,183</u>	<u>1,037,533</u>

Material Investments

	Market Value £	% of total
7.50% Treasury stock 2006	130,207	23.4
8.50% Treasury stock 2007	113,624	20.4
7.75% Treasury stock 2006	110,224	19.8
8.50% Treasury stock 2005	75,771	13.6
5.00% Treasury stock 2008	63,729	11.4
4.00% Treasury stock 2009	63,310	11.4

8 STOCKS

	2005 £	2004 £
Consumables	<u>38,724</u>	<u>38,926</u>

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

9	DEBTORS	2005	2004
		£	£
	Trade debtors	53,707	46,260
	Income tax recoverable	3,674	7,536
	Prepayments and accrued income	667,687	23,617
	Other debtors	100,541	7,048
	Amounts owed from group undertakings	<u>21,114</u>	<u>24,407</u>
		<u>846,723</u>	<u>108,868</u>
10	CASH AT BANK AND IN HAND		
	Included in cash at bank and in hand is £337,785 (2004: £374,342) represented by fees paid in advance.		
11	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2005	2004
		£	£
	Trade creditors	19,195	61,482
	Income in advance	410,538	477,124
	Other tax and social security	54,986	53,235
	Accruals and other creditors	<u>154,732</u>	<u>234,400</u>
		<u>639,451</u>	<u>826,241</u>
12	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2005	2004
		£	£
	Income in advance	<u>242,162</u>	<u>305,020</u>
13	PREPAID FEES PAYMENTS	2005	2004
		£	£
	After 5 years	-	-
	Within 2 to 5 years	65,589	85,011
	Within 1 to 2 years	<u>86,810</u>	<u>132,546</u>
		152,399	217,557
	Within 1 year	<u>145,442</u>	<u>171,963</u>
		<u>297,841</u>	<u>389,520</u>

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

14 FUNDS

	General £	Bursary £	Contingency	Designated Development £	Legacy Income £	Total
a) UNRESTRICTED FUNDS						
Income	4,320,233	-	-	51,973	720,000	5,092,206
Expenditure	(3,967,752)	(31,387)	-	(12,195)	-	(4,011,334)
Surplus/(deficit) for the year	352,481	(31,387)	-	39,778	720,000	1,080,872
Transfers, Investment gains/(losses)	(289,861)	31,387	250,000	-	-	(8,474)
Movement of funds	62,620	-	250,000	39,778	720,000	1,072,398
Opening value of funds	3,456,788	150,000	1,000,000	19,295	-	4,626,083
Closing value of funds	<u>3,519,408</u>	<u>150,000</u>	<u>1,250,000</u>	<u>59,073</u>	<u>720,000</u>	<u>5,698,481</u>

ANALYSIS OF FUND BALANCES BETWEEN
NET ASSETS

Fixed assets	2,423,764	-	-	-	-	2,423,764
Investments	1,622,765	-	244,903	-	-	1,867,668
Net current assets	(284,959)	150,000	1,005,097	59,073	720,000	1,649,211
Long term liabilities	(242,162)	-	-	-	-	(242,162)
	<u>3,519,408</u>	<u>150,000</u>	<u>1,250,000</u>	<u>59,073</u>	<u>720,000</u>	<u>5,698,481</u>

During the year the Governors assessed their ongoing fund needs:

The Governors believe a fair estimate of unexpected future needs for a school of its size is one term's fees and is endeavouring to build the contingency fund to that level.

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

14 FUNDS (continued)

b) RESTRICTED FUNDS

	Prizes £	Old Appeals £	Appeal 1989 £	Appeal 2002 £	Other Donations £	IT Fund £	Piano Fund £	TOTAL £
Income	9	-	-	37,223	-	976	-	38,208
Direct expenditure	-	-	(82,646)	(14,471)	-	(3,960)	(1,000)	(102,077)
Deficit for the year	9	-	(82,646)	22,752	-	(2,984)	(1,000)	(63,869)
Transfers, Investment gains/ (losses)	26	-	-	-	-	-	-	26
Movement in funds	35	-	(82,646)	22,752	-	(2,984)	(1,000)	(63,843)
Opening value of funds	3,068	445,647	498,055	571,706	105,902	9,701	1,000	1,635,079
Closing value of funds	<u>3,103</u>	<u>445,647</u>	<u>415,409</u>	<u>594,458</u>	<u>105,902</u>	<u>6,717</u>	<u>-</u>	<u>1,571,236</u>

ANALYSIS OF FUND BALANCES BETWEEN NET ASSETS

Fixed assets	-	445,647	415,409	594,458	105,902	-	-	1,561,416
Investments	220	-	-	-	-	-	-	220
Net current assets	2,883	-	-	-	-	6,717	-	9,600
	<u>3,103</u>	<u>445,647</u>	<u>415,409</u>	<u>594,458</u>	<u>105,902</u>	<u>6,717</u>	<u>-</u>	<u>1,571,236</u>

The 1989 appeal includes the Sports Hall Appeal.

The 2002 appeal refers to the New Lodge and Lodge upgrades.

SUMMER FIELDS SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005

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RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH INFLOW FROM OPERATING ACTIVITIES		2005 £	2004 £
Net incoming resources		1,017,007	132,300
Deduct: returns on investments		(120,534)	(121,249)
Depreciation charges		181,184	185,578
Loss on disposal of fixed assets		-	-
Decrease/(increase) in stocks		201	(1,690)
(Increase)/decrease in debtors		(737,855)	77,539
(Decrease)/increase in creditors		(157,969)	60,451
Decrease) in prepaid fees		(91,679)	(215,945)
Net cash inflow from operating activities		<u>90,355</u>	<u>116,984</u>

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CASH BALANCES	2005 £	2004 £	Movement 2005 £	Movement 2004 £
Cash at bank and in hand	<u>1,412,814</u>	<u>1,462,760</u>	<u>(49,946)</u>	<u>(9,905)</u>

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CAPITAL COMMITMENTS
The governors have authorised capital commitments amounting to £1,600,000 (2004: £300,000) at 31 August 2005.

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FINANCIAL COMMITMENTS
At 31 August 2005, the School had annual commitments under non-cancellable operating leases, in respect of land and buildings, as follows:

	2005 £	2004 £
Expiring in over 5 years	<u>94,000</u>	<u>94,000</u>

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CONNECTED PARTIES
The company's 100% subsidiary Summertown Sport Enterprises Limited owns the leasehold of the school's sports hall. The following transactions took place this year:

	2005 £	2004 £
Rent payable by school	<u>94,000</u>	<u>94,000</u>
Ground rent received by school	<u>1,250</u>	<u>1,250</u>
Gift aid donation received by the school	<u>77,180</u>	<u>76,839</u>

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GOVERNORS' LIABILITY
In the event of the company being wound up, the liability of each governor is limited to one pound.

SUMMER FIELDS SCHOOL TRUST LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2005****21 PENSION SCHEMES**

The School participates in a multi employer defined benefits pension scheme, the Teachers' Pension Scheme (England and Wales) ("the Scheme"), for its teaching staff. As a result it is not possible or appropriate to identify the assets and liabilities of the Scheme which are attributable to the School.

In accordance with the Teachers' Pension (Amendment) Regulations, based on the latest actuarial valuation of the scheme issued in March 2003, the scheme has been attributed with notional equal to the actuarial value of the scheme liabilities as at 31 March 2001.

Following this report the standard contribution rate was raised from 14.35% to 19.5% from 1 April 2003. 6% is to be paid by the teachers and the remaining 13.5% borne by the School.

The pension charge for the year includes contributions payable to the scheme of £154,388 (2004: £154,024).

22 GIFTS IN KIND

A house was given to the school in the year ended 31 August 2004 for a five year period free from rent but on a maintenance agreement, where the school maintains the house at its own expense.

The estimated market value of the rent, which is not payable by the school is £12,000 - £14,400 per annum.