

Company No. 553243  
Charity No. 309683

**SUMMER FIELDS SCHOOL TRUST LIMITED**

**ACCOUNTS FOR THE YEAR ENDED**

**31 AUGUST 2006**

**INDEX**

Page 1	Governors and professional advisers
2	Report of the Board of Governors
3	Statement of Governors' Responsibilities
4	Auditors' report
5	Statement of financial activities
6	Balance sheet
7	Cash flow statement
8-17	Notes to the accounts

FRIDAY



\*ABB3VM5L\*

A18

12/01/2007

651

COMPANIES HOUSE

**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
- J H Chatfeild-Roberts BA (*appointed 10 June 2006*)
- \* E A Davidson QC
- \* D J C Faber MA Vice Chairman
- \* Mrs R T Fox JP, DL
- A P Freeland MBBS, MRCS, LRCP, FRCS
- Mrs T Gaisman MBE
- \* M R Gifford MA
- W G S Massey QC, MA
- R M Morgan MA (*retired 10 June 2006*)
- Mrs S R Peake
- \* Mrs G Philipps
- \* A E Reekes MA, FRSA
- Dr A K Wallersteiner MA, PhD (*appointed 10 June 2006*)
- \* 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 : NatWest Bank plc  
 Willow Court  
 Minns Business Park  
 7 West Way  
 Oxford OX2 0JB

Auditors : Horwath Clark Whitehill LLP  
 Carrick House  
 Lypiatt Road  
 Cheltenham  
 Gloucestershire 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 2006.

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 : the Charities SORP 2005" issued in March 2005 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 school for boys aged 8-13 years, the majority of whom board. 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 2006, the bursary endowment fund along with the scholarship endowment fund within the Maclaren Foundation were valued at around £1,100,000.

#### 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 School's policy and procedure for the recruitment, induction, role and training of Governors has been recently published and sets out clearly the expectations of both the School and the Governor when taking up the post. The document clearly describes the procedure for the selection and appointment of new governors; explains the induction process and looks to ensure that the composition of the Governing Board provides as wide and appropriate range of skills as possible. In order to ensure that Governors are kept up-to-date with relevant laws and developments in Governance, occasional briefings are arranged and courses offered.

The work of preparing most of the Governors' policies is carried out by the Finance and General Purposes Committee (F&GPC) who meet once a term before the termly meetings of the full Governing Board. The F&GPC 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.

#### Public benefit

Summer Fields benefits the public in the following principal ways-

- **Education** – The School provides in accordance with its aims and objectives an all-round education to boys for a charge which is in no case greater than cost. *It provides that education to an increasing number of deserving boys at significantly less than cost.* The School, through an associated charity the Maclaren Foundation (registered 22 November 2005) and through the provision of other means-tested scholarships and bursaries, assisted a total of twenty-eight families in the year with aggregate fee concessions of £106,000. The School contributed a total of £650,000 to the Awards Fund of the Maclaren Foundation during the year the income from which will provide further such bursaries and scholarships.
- **Sharing facilities** - The School permits considerable public access to its facilities and makes them available for use and enjoyment by members of the public. . These include invitations to those in the local community to dramatic, musical and art events and the opening up to that community of its sporting facilities, including the indoor swimming pool and the Sports' Hall.

Plans are now developing for a long-term association with a local primary school. In the first instance arrangements are being made to share the Art facilities and staff and to carry out joint outings to local galleries and museums. Any financing required will be provided by the School.

Other work in the community included the use of our playing fields by neighbouring schools, and football and cricket fixtures with Wheatley Primary School. 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 which goes directly through the School's grounds is kept in good condition throughout the year.

- **Aid to others** - During the year, the 'Summer Fields in the Community' committee, met to co-ordinate charitable activities with which the School was involved on an international, national and local level. Schemes in which the committee were involved were the building of a kitchen and the connection of an electric supply to the school in Tanzania that Summer Fields sponsors; the provision of clothing, books and sports goods for an Orphanage in a township outside Durban; and encouraging charitable work by pupils. One pupil raised almost £20,000 for Marie Curie Cancer Care by walking Hadrian's Wall.

Money is raised for charitable causes in chapel every week and this year the total amount raised for all charitable causes topped £35,000.

### **Fund raising**

Three 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 the 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 £110,000 has been donated which has brought forward the financing of such projects as the development of a news and communications area in the library, the purchase of a new kiln for the art room and most recently the creation of a flood-lit, all-weather play area next to the sports' hall.

### **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 via the scholarship or Common Entrance exams. The list of awards includes : 4<sup>th</sup> King's Scholarship, 10<sup>th</sup> King's Scholarship and Oppidan Scholarships to Eton, the 8th Scholarship to Winchester, Abingdon Blacknell Scholarship, Frensham Heights Scholarship, Scholarship and an Outstanding Talent Scholarship to Harrow, and the Couzens Scholarship and another scholarship to Radley. In addition there was an Honorary Music Exhibition to Eton and a Music Bursary to St Edward's.

There were a total of five dramatic productions in the course of the year including 'Honeydew Melons', 'Little Shop of Horrors' and 'Head to Head'.

Music is central to the life of the School and two boys won awards. The Red Choir sang at Radley College, New College and Keble College, Oxford, Westminster Cathedral and went on a tour to France, in addition to their regular services in the School Chapel. 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'.

### **Review of activities and achievements (continued)**

In Art, the boys visited The National Portrait Gallery and the Royal Academy. The Art Exhibition, to which the local community is invited in the Summer Term, was outstanding.

The sport continues to thrive and the rugby 1<sup>st</sup> XV won 7 matches and the 1<sup>st</sup> XI cricket side lost only one match. There is a wide diversity of sports played in addition to the major games of football, rugby and cricket. These include athletics, cross-country, judo, fives, golf, squash, swimming and tennis.

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

### **Developments**

The School purchased Kirkley House, a 14,000sq.ft. office building situated next door to Cottage.

The School has continued to improve its facilities to give boys and staff the best possible working environment. This year, the two Science Rooms have been remodelled, providing a much more flexible learning environment. The upgrading of the prep-room and office for the Science Department has meant that the use of the facility can be maximised.

During the year a substantial review of the School's fire detection and alarm system was carried out and the decision taken by the Governing Body that the four separate, existing systems should be replaced by a site-wide system. This work has now been completed and the main school is now on a new, analogue, fully-addressable system that has been soundly tested and is now operational.

As a part of the School's on-going Development Plan, significant building works took place over the summer break. Firstly, the School Laundry was re-sited in Kirkley House, which permitted the area that it vacated to be developed and converted into Day Rooms for various Year Groups. Consequently, the Fifth Year boys, Removes and Thirds all have their own Day Room where they can spend free time during the day, relaxing with their colleagues.

To improve the working environment for the teaching staff, the old staff room was vacated and what was a dining area for the junior boys has been substantially altered to house a new staff room.

In addition, over the summer months, a new, floodlit, all-weather play area has been installed to allow the children to take exercise throughout the day, whatever the state of the weather/ grounds. This has already proved a huge success with the children.

Finally, work has been completed to prepare for the new 'Year Three' intake starting in September, providing the new form with its own entrance and courtyard.

Looking ahead, the first phase of the kitchen/ dining room development, planned for the summer of 2007, has been initiated. With the introduction of a cafeteria-system of feeding for the senior boys – this paves the way for the full cafeteria system that will be brought on-stream in conjunction with the development of a purpose-built kitchen facility which is currently in the final planning stage.

### **Financial results**

The School recorded an increase in unrestricted funds of £433,431 including the final element of a legacy of £343,000, (2005 increase £1,072,398) on fee income of £4.1m (2005 £4.0m). Subsequently, £650,000 was transferred to the restricted, Awards Fund of the Maclaren Foundation.

### **Investment powers & performance**

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. The School publishes a Reserves & Investments Policy which is reviewed every year. During the year the School generated a total of £95,526 of investment income against a budget of £92,500 (2005 £104,731)

### **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.

The Governors are listed at the beginning of this report. They served throughout the year to 31 August 2006 except where otherwise disclosed. 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 in March 2005, 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 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;
- the School has made a significant investment in the appointment of specialist teachers to support pupils with learning difficulties and/or disabilities;
- Counselling and welfare services are widely available to pupils and staff;
- 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 to 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

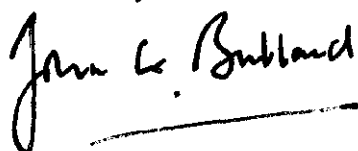
An associated charity, the Maclaren Foundation, was registered as a charity in November 2005. Its objects are to establish and build a permanent endowment fund to provide bursaries and scholarships at Summer Fields for able boys whose parents would not otherwise be able to afford the fees, and also to establish a general fund for assisting Summer Fields in capital development projects.

### 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 25<sup>th</sup> November 2006 and signed on its behalf by:

Chairman



**SUMMER FIELDS SCHOOL TRUST LIMITED**  
**STATEMENT OF GOVERNORS' RESPONSIBILITIES**

**ACCOUNTING AND REPORTING RESPONSIBILITIES**

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

The Companies Act 1985 and the Charities Act 1993 require the governors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its financial position for that period. In preparing these financial statements, the governors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to operate.

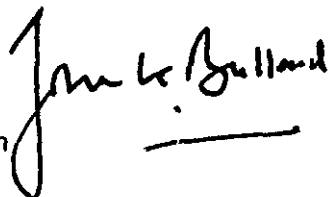
The governors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985/Charities Act 1993. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In determining how accounts are presented within items in the Statement of Financial Activities and Balance Sheet, The governors have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

So far as the governors are aware, there is no relevant audit information of which the charity's auditors are unaware. The governors have each taken all the steps that we ought to have taken as governors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Approved by the Board of governors of Summer Fields School Trust Limited on *25<sup>th</sup> November 2006* 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 The Summer Fields School Trust Limited for the year ended 31 August 2006 which comprise the Statement of Financial Activities, the Charity Balance Sheet, the consolidated Cash Flow Statement and the related notes set out on pages 8 to 17. These financial statements have been prepared under the accounting policies set out on pages 8 and 9.

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 the 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 (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Governors' Responsibilities on page 3.

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 and whether the Governors' Annual Report is consistent with the financial statements. We also 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 directors' remuneration and other transactions 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 beyond that referred to in this paragraph.

#### Basis of 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 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 the financial statements.

#### Unqualified opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with the United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the charitable company as at 31 August 2006 and of the incoming resources and application of resources, including its the income and expenditure, 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 Governors' Report is consistent with the financial statements.

**Horwath Clark Whitehill LLP**  
Chartered Accountants and Registered Auditors

Date 25th November 2006

Carrick House, Lypiatt Road  
Cheltenham, Glos  
GL50 2QJ

*Horwath Clark Whitehill LLP*



**SUMMER FIELDS SCHOOL TRUST LIMITED**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)**  
**FOR THE YEAR ENDED 31 AUGUST 2006**

	Note	Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total Funds 2006 £	Restated 2005 £
<b>INCOMING RESOURCES</b>						
<b>Income from Charitable Activities</b>						
Fees receivable	2	4,118,712	-	-	4,118,712	4,031,745
Other educational income	3	21,714	-	-	21,714	31,325
Other ancillary activities	3	34,045	-	-	34,045	32,664
<b>Income from generated funds</b>						
Donations and legacies		464,543	489,272	-	953,815	886,376
Activities for generating funds:						
Investment income		106,126	15,989	-	122,115	120,534
Rents and lettings		61,424	-	-	61,424	27,774
<b>Total Incoming Resources</b>		<b>4,806,564</b>	<b>505,261</b>	<b>-</b>	<b>5,311,825</b>	<b>5,130,418</b>
<b>RESOURCES EXPENDED</b>						
<b>Charitable Activities:</b>						
School operating costs	5	4,325,168	95,816	-	4,420,984	4,092,091
<b>Governance costs</b>	5	<b>10,000</b>	<b>-</b>	<b>-</b>	<b>10,000</b>	<b>10,000</b>
<b>Costs of generating funds</b>						
Finance costs	5	13,297	-	-	13,297	11,320
<b>Total resources expended</b>	5	<b>4,348,465</b>	<b>95,816</b>	<b>-</b>	<b>4,444,281</b>	<b>4,113,411</b>
<b>Net incoming resources before transfers</b>						
		458,099	409,445	-	867,544	1,017,007
Transfers between funds		844,138	(844,138)	-	-	-
<b>NET INCOMING RESOURCES</b>		<b>1,302,237</b>	<b>(434,693)</b>	<b>-</b>	<b>867,544</b>	<b>1,017,007</b>
Realised (losses) on disposal of investments		(2,271)	-	-	(2,271)	(5,143)
<b>Net income/(expenditure) for the year</b>		<b>1,299,966</b>	<b>(434,693)</b>	<b>-</b>	<b>865,273</b>	<b>1,011,864</b>
Unrealised (losses) on Investments		(22,397)	4	-	(22,393)	(3,309)
<b>Net movement in funds</b>		<b>1,277,569</b>	<b>(434,689)</b>	<b>-</b>	<b>842,880</b>	<b>1,008,555</b>
<b>Balances brought forward at 1 September 2005</b>		<b>5,698,481</b>	<b>1,571,236</b>	<b>20,338</b>	<b>7,290,055</b>	<b>6,281,500</b>
<b>Balances carried forward at 31 August 2006</b>	14	<b>6,976,050</b>	<b>1,136,547</b>	<b>20,338</b>	<b>8,132,935</b>	<b>7,290,055</b>

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 2006

		2006		Restated 2005	
	Note	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible fixed assets	6		5,216,635		4,005,518
Fixed asset investments					
Shares in group companies	7	1,310,802		1,310,802	
Other investments	7	<u>638,457</u>		<u>557,086</u>	
			<u>1,949,259</u>		<u>1,867,888</u>
			7,165,894		5,873,406
<b>CURRENT ASSETS</b>					
Stocks	8	46,983		38,725	
Debtors	9	202,841		846,723	
Cash at bank and in hand	10	<u>2,936,267</u>		<u>1,412,814</u>	
		3,186,091		2,298,262	
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	11	<u>(1,911,289)</u>		<u>(639,451)</u>	
<b>NET CURRENT ASSETS</b>			<u>1,274,802</u>		<u>1,658,811</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			8,440,696		7,532,217
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	12		<u>(307,761)</u>		<u>(242,162)</u>
<b>NET ASSETS</b>			<u>8,132,935</u>		<u>7,290,055</u>
<b>RESERVES</b>					
Permanent endowment funds			20,338		20,338
Restricted funds	14		1,136,547		1,571,236
Unrestricted funds	14		<u>6,976,050</u>		<u>5,698,481</u>
			<u>8,132,935</u>		<u>7,290,055</u>

These accounts were approved by the board of governors on 25 Nov 2006 and signed on its behalf by:

Chairman

*John G. Ballard*

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 2006

	Note	£	2006 £	£	2005 £
<b>Net cash inflow from:</b>					
Operating activities	15		1,918,209		90,355
<b>Returns on investments and servicing of finance</b>					
Interest received			86,645		69,518
Investment income			35,471		51,016
<b>Capital expenditure</b>					
Payments to acquire fixed assets	6	(1,410,837)		(440,214)	
Payments to acquire investments	7	(179,535)		(76,921)	
Receipts from disposal of investments		73,500		256,300	
Receipts from disposal of fixed assets		-		-	
<b>Net cash (outflow)/inflow from capital expenditure</b>			<b>(516,872)</b>		<b>(260,835)</b>
<b>Increase/(Decrease) in cash in the year</b>	16		<b>523,453</b>		<b>(49,946)</b>
<b>Cash balance at 1 September 2005</b>	16		<b><u>1,412,814</u></b>		<b><u>1,462,760</u></b>
<b>Cash balance at 31 August 2006</b>	16		<b><u>1,936,267</u></b>		<b><u>1,412,814</u></b>

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 2006

### 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 on Accounting and Reporting by Charities: the Charities SORP 2005.

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.

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.

### 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
School's operating costs	- include salary cost and office costs relating to the running of the School
Governance 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%

Expenditure on fixed assets is capitalised except for expenditure incurred on the replacement of assets of low value with a short life. Repair, renovation and replacement expenditure is written off as expenditure in the statement of financial activities. Items costing less than £1,000 are written off as an expense as acquired.

### 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 2006

## 1 ACCOUNTING POLICIES (continued)

## i) Pension costs

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 2005) 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.

Development Fund was set up to receive donations from new intake parents with the objective of allowing the school to bring forward expenditure on school improvements.

Maclaren General Fund was set up by the Maclaren Foundation for financing school building developments and other large projects, to be applied at the discretion of the trustees.

## 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.

## n) Restricted funds

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fundraising initiative.

Maclaren Awards Fund was set up by the Maclaren Foundation as a permanent endowment fund to provide bursaries and scholarships for able boys whose parents would not otherwise be able to afford the fees

## o) Reclassification and restatement of comparatives

The financial statements reflect the implementation within the year of SORP 2005. The comparatives have been restated accordingly.

## 2 FEES RECEIVABLE CONSIST OF:

	2006 £	2005 £
Gross fees	4,220,432	4,131,543
Less: Scholarships and bursaries	<u>(101,720)</u>	<u>(99,798)</u>
	<u>4,118,712</u>	<u>4,031,745</u>

## SUMMER FIELDS SCHOOL TRUST LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2006

3	OTHER INCOME	2006	Restated
		£	2005 £
	<b>Other educational charitable activities</b>		
	Entrance and registration fees	19,690	31,325
	Courses and sub-lettings	<u>2,024</u>	<u>-</u>
		<u>21,714</u>	<u>31,325</u>
	<b>Other ancilliary activities</b>		
	Other income	<u>34,045</u>	<u>32,664</u>
4	EXPENDITURE	2006	2005
		£	£
	Expenditure includes:		
	Auditors' remuneration - other services	-	2,154
	- audit	6,962	6,169
	Depreciation	<u>199,720</u>	<u>181,183</u>
		2006	2005
		£	£
	Total staff costs:		
	Wages and salaries	2,314,565	2,183,167
	Social security costs	180,883	172,082
	Other pension costs	<u>178,265</u>	<u>170,565</u>
		<u>2,673,713</u>	<u>2,525,814</u>
		2006	2005
		Number	Number
	The average monthly number of employees during the year was:		
	Teaching	39	40
	Welfare	53	53
	Premises	8	9
	France	1	1
	Administrative	8	8
	Peripatetics	<u>36</u>	<u>30</u>
		<u>145</u>	<u>141</u>
		2006	2005
		Number	Number
	The following number of employees had salaries within the range as below:		
	£60,000 - £69,999	-	-
	£70,000 - £79,999	<u>1</u>	<u>1</u>

## SUMMER FIELDS SCHOOL TRUST LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2006

## 4 EXPENDITURE (continued)

Contributions were paid to the Teachers' Pension Scheme for the benefit of the higher paid employee.

For the purposes of the Companies Act the governors are directors. No governor received any remuneration, or benefits from the company during the year (2005: £NIL). Travel expenses of £NIL were reimbursed during the year (2005: £NIL).

## 5 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs £	Other £	Depreciation £	Total £	2005 £
<b>Cost of generating funds</b>					
Finance costs	<u>-</u>	<u>13,297</u>	<u>-</u>	<u>13,297</u>	<u>11,320</u>
<b>Charitable expenditure</b>					
Teaching costs	1,694,606	327,173	58,628	2,080,407	1,976,085
Welfare	539,873	398,361	2,309	940,543	852,770
Premises	167,842	615,004	124,017	906,863	833,729
French venture	22,321	67,751	-	90,072	92,654
Administration of the School	<u>249,071</u>	<u>139,262</u>	<u>14,766</u>	<u>403,099</u>	<u>336,853</u>
	<u>2,673,713</u>	<u>1,547,551</u>	<u>199,720</u>	<u>4,420,984</u>	<u>4,092,091</u>
<b>Governance cost</b>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>

## 6 TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery £	Fixtures & fittings £	Motor vehicles £	Total £
<b>Cost or valuation</b>					
At 1 September 2005	5,149,225	744,980	216,580	105,533	6,216,318
Additions	<u>1,140,653</u>	<u>152,349</u>	<u>117,835</u>	<u>-</u>	<u>1,410,837</u>
At 31 August 2006	<u>6,289,878</u>	<u>897,329</u>	<u>334,415</u>	<u>105,533</u>	<u>7,627,155</u>
<b>Depreciation</b>					
At 1 September 2005	1,496,310	546,274	94,193	74,023	2,210,800
Provision for the year	<u>95,816</u>	<u>82,322</u>	<u>13,823</u>	<u>7,759</u>	<u>199,720</u>
At 31 August 2006	<u>1,592,126</u>	<u>628,596</u>	<u>108,016</u>	<u>81,782</u>	<u>2,410,520</u>
<b>Net book value</b>					
At 31 August 2006	<u>4,697,752</u>	<u>268,733</u>	<u>226,399</u>	<u>23,751</u>	<u>5,216,635</u>
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>

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 2006

## 7 FIXED ASSET INVESTMENTS

	Shares in group under- takings £	Government stocks £	Total £
At 1 September 2005	1,310,802	557,086	1,867,888
Additions	-	179,535	179,535
Disposals at opening market value	-	(75,771)	(75,771)
Revaluations	-	(22,393)	(22,393)
Market value at 31 August 2006	<u>1,310,802</u>	<u>638,457</u>	<u>1,949,259</u>
Historical cost at 31 August 2006	<u>1,310,802</u>	<u>635,772</u>	<u>1,946,574</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:

	2006 £	2005 £
<b>Profit and loss</b>		
Turnover	80,000	80,000
Operating expenses	(105,805)	(110,350)
Retained loss for the year	<u>(25,805)</u>	<u>(30,350)</u>
<b>Balance sheet</b>		
Share capital and reserves at the year end	<u>981,378</u>	<u>1,007,183</u>

## Material Investments

	Market Value £	% of Total
4.75% Treasury stock 2010	147,924	23.2
8.50% Treasury stock 2007	132,970	20.8
7.50% Treasury stock 2006	125,989	19.7
7.75% Treasury stock 2006	106,600	16.7
5.00% Treasury stock 2008	62,481	9.8
4.00% Treasury stock 2009	62,268	9.8

## 8 STOCKS

	2006 £	2005 £
Consumables	<u>46,983</u>	<u>38,725</u>



## SUMMER FIELDS SCHOOL TRUST LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2006

<b>9</b>	<b>DEBTORS</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Trade debtors	69,728	53,707
	Income tax recoverable	2,108	3,674
	Prepayments and accrued income	72,748	667,687
	Other debtors	13,654	100,541
	Amounts owed from group undertakings	<u>44,603</u>	<u>21,114</u>
		<b><u>202,841</u></b>	<b><u>846,723</u></b>
 <b>10</b>	 <b>CASH AT BANK AND IN HAND</b>		
	Included in cash at bank and in hand is £386,977 (2005: £337,785) represented by fees paid in advance.		
 <b>11</b>	 <b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	 <b>2006</b>	 <b>2005</b>
		<b>£</b>	<b>£</b>
	Trade creditors	280,612	19,195
	Bank overdraft	1,000,000	-
	Income in advance	484,182	410,538
	Other tax and social security	56,510	54,986
	Pension liabilities	22,780	21,854
	Accruals and other creditors	<u>67,205</u>	<u>132,878</u>
		<b><u>1,911,289</u></b>	<b><u>639,451</u></b>
 <b>12</b>	 <b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	 <b>2006</b>	 <b>2005</b>
		<b>£</b>	<b>£</b>
	Income in advance	<u>307,761</u>	<u>242,162</u>
 <b>13</b>	 <b>PREPAID FEES PAYMENTS</b>	 <b>2006</b>	 <b>2005</b>
		<b>£</b>	<b>£</b>
	Within 2 to 5 years	123,837	65,589
	Within 1 to 2 years	<u>100,086</u>	<u>86,810</u>
		223,923	152,399
	Within 1 year	<u>163,804</u>	<u>145,442</u>
		<b><u>387,727</u></b>	<b><u>297,841</u></b>

## SUMMER FIELDS SCHOOL TRUST LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2006

14 FUNDS	Designated					TOTAL £
	General £	Maclaren General £	Bursary £	Contingency £	Development £	Legacy Income £
a) UNRESTRICTED FUNDS						
Income	4,418,010	1,000	-	-	44,658	342,896
Expenditure	(4,348,465)	-	-	-	-	-
						4,806,564
						(4,348,465)
Surplus/(deficit) for the year	69,545	1,000	-	-	44,658	342,896
Transfers, Investment gains/(losses)	1,469,470	-	(150,000)	-	-	(500,000)
Movement of funds	1,539,015	1,000	(150,000)	-	44,658	(157,104)
Opening value of funds	3,519,408	-	150,000	1,250,000	59,073	720,000
						5,698,481
Closing value of funds	<u>5,058,423</u>	<u>1,000</u>	<u>-</u>	<u>1,250,000</u>	<u>103,731</u>	<u>562,896</u>
						<u>6,976,050</u>

ANALYSIS OF FUND BALANCES BETWEEN  
NET ASSETS

Fixed assets	5,189,671	-	-	-	6,626	-	5,196,297
Investments	1,698,529	-	-	250,506	-	-	1,949,035
Net current assets	(1,522,016)	1,000	-	999,494	97,105	562,896	138,479
Long term liabilities	(307,761)	-	-	-	-	-	(307,761)
	<u>5,058,423</u>	<u>1,000</u>	<u>-</u>	<u>1,250,000</u>	<u>103,731</u>	<u>562,896</u>	<u>6,976,050</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 2006

### 14 FUNDS (continued)

	Prizes £	Old Appeals & Donations £	Maclaren Awards £	IT Fund £	TOTAL £
<b>b) RESTRICTED FUNDS</b>					
Income	9	21,821	483,431	-	505,261
Direct expenditure	-	(95,816)	-	-	(95,816)
Deficit for the year	9	(73,995)	483,431	-	409,445
Transfers, Investment gains/(losses)	4	(1,487,421)	650,000	(6,717)	(844,134)
Movement in funds	13	(1,561,416)	1,133,431	(6,717)	(434,689)
Opening value of funds	3,103	1,561,416	-	6,717	1,571,236
Closing value of funds	<u>3,116</u>	-	<u>1,133,431</u>	-	<u>1,136,547</u>

### ANALYSIS OF FUND BALANCES BETWEEN NET ASSETS

Fixed assets	-	-	-	-	-
Investments	224	-	-	-	224
Net current assets	<u>2,892</u>	-	<u>1,133,431</u>	-	<u>1,136,323</u>
	<u>3,116</u>	-	<u>1,133,431</u>	-	<u>1,136,547</u>

### Old Appeals and Donations

This fund represents monies donated for the specific use by the school. As the original restriction has now been satisfied, the fund has been transferred to the general fund within unrestricted funds.

### Maclaren Awards

The Maclaren Awards represents the aggregation of the Maclaren Foundation, which provides Scholarships and hardship bursaries to pupils.

### IT fund

This represents funds donated for the purchase of IT equipment. As the original restriction has now been satisfied, the fund has been transferred to the general fund within unrestricted funds.

## SUMMER FIELDS SCHOOL TRUST LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2006

15	<b>RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH INFLOW FROM OPERATING ACTIVITIES</b>		<b>2006</b> £	<b>2005</b> £
	Net incoming resources		867,544	1,017,007
	Deduct: returns on investments		(122,116)	(120,534)
	Depreciation charges		199,720	181,184
	Loss on disposal of fixed assets		-	-
	(Increase)/decrease in stocks		(8,258)	201
	Decrease/(increase) in debtors		643,882	(737,855)
	Increase/(decrease) in creditors		247,551	(157,969)
	Increase in prepaid fees		<u>89,886</u>	<u>(91,679)</u>
	Net cash inflow from operating activities		<u>1,918,209</u>	<u>90,355</u>
16	<b>CASH BALANCES</b>		<b>Movement</b> 2006 £	<b>Movement</b> 2005 £
		2006 £	2005 £	
	Cash at bank and in hand	2,936,267	1,412,814	1,523,453
	Bank overdraft	<u>(1,000,000)</u>	-	<u>(1,000,000)</u>
	Net Funds	<u>1,936,267</u>	<u>1,412,814</u>	<u>523,453</u>
				<u>(49,946)</u>
17	<b>CAPITAL COMMITMENTS</b>			
	The governors have authorised capital commitments amounting to £66,600 (2005: £1,600,000) at 31 August 2006.			
18	<b>FINANCIAL COMMITMENTS</b>			
	At 31 August 2006, the School had annual commitments under non-cancellable operating leases, in respect of land and buildings, as follows:			
			2006 £	2005 £
	Expiring in over 5 years		<u>94,000</u>	<u>94,000</u>
19	<b>CONNECTED PARTIES</b>			
	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:			
			2006 £	2005 £
	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>76,889</u>	<u>77,180</u>
	The amount outstanding from Summertown Sport Enterprises Limited, included within debtors is £44,603 (2005: £21,114).			
20	<b>GOVERNORS' LIABILITY</b>			
	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 2006****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 next actuarial review, effective as at 31 March 2004, is expected to be published in autumn 2006 after the publication of the outcome of the consultation on Scheme modernisation. This consultation sets out the new contribution rate of 20.5% from 1 January 2007, with 6.4% to be paid by the teachers and the remaining 14.1% by the School.

The pension charge for the year includes contributions payable to the scheme of £157,908 (2005: £154,388).

**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.