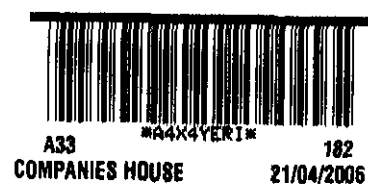


Company Registration No: 1386499

Charity Registration No: 278950

ST BEDE'S SCHOOL TRUST SUSSEX
(A COMPANY LIMITED BY GUARANTEE)
ANNUAL REPORT AND ACCOUNTS
YEAR ENDED 31 AUGUST 2005



Horwath Clark Whitehill

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**ST BEDE'S SCHOOL TRUST SUSSEX
ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2005**

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ST BEDE'S SCHOOL TRUST SUSSEX
LEGAL AND ADMINISTRATIVE INFORMATION
YEAR ENDED 31 AUGUST 2005

GOVERNORS

The current Governors, who are also the directors of the company and trustees of the charity, and those who served during the year, are:

Mr D L Summers
Mr D O Baker
Mr C J Bean* (appointed 8 July 2005)
Ms S Bottomley (appointed 8 July 2005)
Mr J D Courtney FRAGS* (appointed 8 July 2005)
Mr K Edwards* (retired 8 July 2005)
Mr M C Griffiths TD DL* (retired 11 June 2004)
Mrs S-A Huang (appointed 11 June 2004)
Mr T Martin-Jenkins
Mr A L Meier CB, OBE
Lady Newton
Mr J A Sellick*
Mr W D Troy*
Ms L Whistler

* denotes members of the Finance Committee

Headmaster	Mr S Cole, BA
Company Secretary	Mrs P M Russell
Registered Office	The Dicker Hailsham East Sussex BN27 3QH

ADVISORS

Bankers	Barclays Bank Plc Knightsbridge Business Centre PO Box 32104 London NW1 2ZG
Solicitors	Dawson & Co 2 New Square Lincolns Inn London WC2A 3RZ
Auditors	Horwath Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH

**ST BEDE'S SCHOOL TRUST SUSSEX
GOVERNORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2005**

The Governors, who are the company's directors, present their annual report and the audited accounts of St Bede's School Trust Sussex for the year ended 31 August 2005.

Status and Administration

St Bede's School Trust Sussex is a registered charitable company established in 1978, charity number 278950, company number 1386499. The liability of the members of the company is limited by guarantee. It is administered by a Board of Governors who are listed on page 1. There are two Schools within the Trust, a Preparatory School based in Eastbourne, catering for children between the ages of 3 and 13 and a Senior School at The Dicker, educating children between the ages of 13 and 18. Both Schools have boarding and day pupils and are co-educational. The day-to-day management of the Schools is delegated to the Senior School Headmaster and the company secretary.

Objects

The objects of St Bede's School Trust Sussex are to promote and provide for the advancement and education of children and young persons from the United Kingdom and elsewhere. These objects are achieved by the provision of day and boarding education on a co-educational basis at both its Preparatory School and its Senior School and by the provision of summer school facilities. The charity has a non-selective admissions policy and aims to enable each student to achieve the best of his or her ability; scholarships and bursaries are awarded to students with special talents or needs so that they can benefit from the opportunities offered by the two Schools.

Governance

The Trust is run in accordance with the Memorandum and Articles of Association of the charitable company by a Board of Governors listed above. Governors retire in rotation every three years and can stand for re-election. The Chairman is elected by the Governors every three years and may normally stand twice for re-election.

New Governors are elected by the Board on the basis of their eligibility, personal competence, specialist skills and local availability. The process involves wide ranging consultation between the Chairman, Board members and the Headmaster of the Senior School. During the year four new Governors were elected and two long serving Governors retired.

New Governors are inducted into the way the School works by discussion with the Headmaster and the Clerk to the Governors. They receive an information package about the School and its objectives as well as the Handbook for Governors issued by AGBIS. They are also encouraged to attend training courses for new Governors organised by external providers. Other Governors are also encouraged to go on relevant courses.

The Governors meet once a term for a formal review of the School's affairs and during the year hold an additional meeting to review strategy and development. The Finance Committee under the Chairmanship of Mr W D Troy meets three weeks before each meeting of the full Governing Body. Two of the new Governors became members of this Committee on appointment.

The other principal committee is the Building Development Committee, chaired by Mr A L Meier, which meets once a term in advance of the meeting of the full Governing Body.

ST BEDE'S SCHOOL TRUST SUSSEX
GOVERNORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2005

Risk Management

The Board of Governors is responsible for the management of risks faced by the Trust. Detailed considerations of risk are delegated to the School's executive team. Risks are identified, assessed and controls established throughout the year. The Board undertakes a formal review of a proportion of the main risks identified at each of its termly meetings and completes a full cycle on a biennial basis.

The key controls used by the charity include:

- Formal agendas for all Committee and Board activity;
- Detailed terms of reference for all Committees;
- Comprehensive strategic planning, budgeting and management accounting;
- Established organisational structure and lines of reporting;
- Formal written policies;
- Clear authorisation and approval levels, and
- Vetting procedures as required by law for the protection of the vulnerable.

During the course of the year the Board was satisfied that the element of retained risk to the Trust was low.

Review of Recent Achievements

In its 27th year of operation the Senior School again expanded its roll, now to 761 students with all the boarding houses full and demand for day places high. In its 111th year of operation, the Preparatory School roll was steady at 425. Registrations at both Schools for 2007 and 2008 are strong although in the Preparatory School there is evidence of a shift from boarding to day places. This reflects a national trend.

The Senior School received an ISI inspection in the autumn term of 2004. The Report which was made available to all parents praised many aspects of the School's work but noted that some of the boarding accommodation needed upgrading. This had already been the subject of discussion at Governors' meetings and our 5 year plan reflects substantial expenditure to build two new boarding houses.

The Senior School's academic success was specifically commented on by the Inspectors. At junior level our results were seen as being well above the results of the schools we were being compared with and at 'A' level our results were superior to many selective schools. They believed that many of our Sixth Formers, who would probably not have been selected into such schools for academic reasons, actively outperformed their contemporaries in some selective institutions.

The Senior School's academic results continued to be very pleasing. 'A' level results in particular were very satisfactory bearing in mind that these were achieved by students admitted on a non-selective basis. 60% of the A2 papers sat were either Grade A or B, equalling a number of selective schools in the area. This year saw the boys' achievements narrowing the gap between boys and girls. Significantly the A to E pass rate was 98%. At GCSE the results were the best in the School's history with 87% of papers being graded A* to C.

The Trust has once again undertaken a vigorous building programme. Major expenditure was made at the Preparatory School with the completion of an extension containing new science laboratories and classrooms. A new dance studio was created and the theatre refurbished. At the Senior School new classrooms were developed for teaching environmental and agricultural science, dining facilities were extended, the levelling of the playing fields was completed by re-seeding, a drama workshop was created and the riding arena extended and modernised.

ST BEDE'S SCHOOL TRUST SUSSEX
GOVERNORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2005

The Senior School has also invested considerable effort in fostering its relations with the local community so as to secure community support for its future development and has submitted a Section 106 plan to the Council that reflects this dialogue.

Planning permission has now been received for a multi-purpose hall to enable the Senior School to meet together, the building of which we are planning to commence in the near future.

The continuing expansion of dance in the curriculum is making a major contribution to general student life, and our musicians have given a number of stunning performances both as individuals and as members of ensembles during the course of the year. The refurbishment of the Prep School theatre has enabled drama to develop across each year group and the creation of a dance studio has greatly extended the facilities available.

In drama there was a particularly successful production of *Damn Yankees* at the Senior School and the school inspection mentioned that a considerable amount of our practical art work was up to professional standard.

The Senior School continues to be particularly strong in tennis and both our rugby and football players *will benefit from the new playing fields*. A number of pupils have been selected for County, National and International honours.

Sport at the Preparatory School continues to progress with some good results across the board and we are currently attempting to protect the use of playing field facilities, which have been made available to us in recent years, against external building development.

Employee Information

The employees of the Trust are regularly briefed by the Headmaster and senior staff on matters of concern to them by means of personal or group briefings, notice board communications, newsletters and e-mail. *Members of the Governing Body also meet staff and pupils on their visits to the Schools.*

Disabled Persons

Applications for employment by disabled persons are always fully considered bearing in mind the respective aptitudes and abilities of the applicants concerned. In the event that an employee of the Trust becomes disabled, every effort is made to ensure that their employment continues and that appropriate re-training is given.

Subsidiary Companies

The Trust has two active trading subsidiaries which provide facilities to the Schools, one of which operates the School shops. The results of these companies are shown in Note 7 to the accounts.

Community Support

The Senior School gives considerable support to the village of Upper Dicker. It allows certain public use of the swimming pool and maintains the village church. It also maintains the village football and cricket grounds and facilitates the provision of the village shop and post office. The School's educational and recreational facilities are also made available to the local state primary school. The Preparatory School swimming pool is available for public use at certain times and the choir gives *recitals in local Nursing Homes and Churches.*

**ST BEDE'S SCHOOL TRUST SUSSEX
GOVERNORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2005**

Objectives for the year

This year the focus has been on the continued achievement of academic performance and addressing issues resulting from the Senior School inspection.

We are expanding our Summer School activity at all levels to make good use of the School's facilities when not otherwise utilised in order to increase income.

We are actively engaged in securing planning permission for substantial new building developments.

We are investigating expanding the Nursery Department at the Preparatory School with a view to year round opening.

We are developing a strategy for the reduced boarding numbers in the Preparatory School that we anticipate in future years.

Future plans

The Board of Governors constantly reviews its future plans and has established the following key objectives for the next five years:

1. To maintain a policy of non-selectivity for pupils subject to them being able to meet the demands of the existing curriculum.
2. To maintain the present low pupil / teacher ratio of around 7:1 and Learning Support Departments in both schools.
3. To maintain the Senior School roll at a normal level of 800 and the Preparatory School roll at 430 with a strong boarding element of 325 in the Senior School and not less than 35 in the Preparatory School.
4. To develop the curriculum to continue to enable our diverse student body to achieve success in life beyond School.
5. To develop the Trust's facilities in order to maximise the education opportunities for its students, in particular by creating a multi-purpose hall and new boarding houses at the Senior School in the near to medium term.
6. To commit to staff professional development and career enhancement.
7. To continue to develop links with the wider community.
8. To prepare for senior personnel change within the Trust.

Financial results

The accounts for the year ended 31 August 2005 are published with this report. The Statement of Financial Activities shows net incoming resources in the year of £1,220,996 and this has been added to the brought forward reserves to give total reserves carried forward of £14,148,356.

**ST BEDE'S SCHOOL TRUST SUSSEX
GOVERNORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2005**

Investment Policy

The Trust does not hold any long-term investments other than the investment in its subsidiary companies. Any surplus funds, after meeting the operating requirements of the Trust, are held as cash deposits.

Reserves Policy

At the balance sheet date, the Trust held reserves totalling £14.148 million. The Trust's fixed assets, net of borrowings currently £1.108 million, represent £13.082 million. Restricted funds were £0.210 million with free reserves of £0.856 million. At the present time the Governors continue to focus on the delivery of the School's development programme, which will require careful management of cash flow and appropriate financing.

The Governors have considered the level of free reserves held, have examined the Trust's cash flows, and are satisfied that they are adequate for the purpose of meeting its working capital requirements, particularly whilst the development programme is put into operation. The Trust has an arrangement with Barclays Bank PLC for a bank overdraft of £300,000 which may be drawn down to finance short term cash flow requirements. The Governors will continue to review the position.

Grant-Making Policy

This year bursaries, scholarships and other awards totalling £1,980,654 made. The Governors' policy is to make these awards on the basis of financial need and the pupils' educational abilities. In addition, discounts and other deductions from gross fees totalling £892,537 were made during the year.

Statement of Governors' Responsibilities in respect of the accounts

Company law requires the governors to prepare accounts for each financial year which give a true and fair view of the state of the affairs of the company and of the results of the company for that period. In preparing those accounts, the directors are required to:

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

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

Auditors

Horwath Clark Whitehill LLP have expressed their willingness to continue in office as auditors and a resolution proposing their reappointment will be submitted to the next Annual General Meeting.

Approved by the Governors at a meeting on 17th March 2006 and signed on their behalf by


Chairman

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ST. BEDE'S SCHOOL TRUST SUSSEX

We have audited the accounts of St Bede's School Trust Sussex for the year ended 31 August 2005 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes set out on pages 8 to 19. These accounts have been prepared under the historical cost convention the accounting policies set out on pages 12 and 13.

This report is made solely to the company's members 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 members 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 members 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 accounts in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Governors' Responsibilities on page 6.

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 accounts 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' Report is not consistent with the accounts, if 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 transactions with the charitable company is not disclosed.

We read the other information contained in the Annual Report and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. 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 accounts. It also includes an assessment of the significant estimates and judgments made by the Governors in the preparation of the accounts, 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 accounts 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 accounts.

Unqualified opinion

In our opinion the financial statements give a true and fair view of the state of the 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

Date 17/3/06

St Bride's House
10 Salisbury Square
London
EC4Y 8EH

ST BEDE'S SCHOOL TRUST SUSSEX
STATEMENT OF FINANCIAL ACTIVITIES
(incorporating an Income and Expenditure Account)
FOR THE YEAR ENDED 31 AUGUST 2005

	General Funds £	Restricted Funds £	Total 2005 £	Total 2004 £
INCOMING RESOURCES				
Charitable activities				
Fees receivable (note 2)	11,892,774	-	11,892,774	11,104,342
Other income (note 2)	3,191,940	-	3,191,940	3,032,762
Donations	2,758	1,184	3,942	22,160
Payments from subsidiaries under gift aid	49,500	-	49,500	53,219
Rental income	107,305	-	107,305	111,717
Management charges	-	-	-	7,297
Bank interest receivable	209,273	-	209,273	162,114
Subscriptions (note 12)	-	70,239	70,239	24,050
Other incoming resources	3,266	-	3,266	31,481
Total Incoming Resources	15,456,816	71,423	15,528,239	14,549,142
RESOURCES EXPENDED (note 5)				
Costs of generating funds				
Mortgage interest and bank charges	70,401	-	70,401	65,362
Fee provisions	62,497	-	62,497	34,564
Publicity and marketing	219,335	-	219,335	268,852
	352,233	-	352,233	368,778
Charitable Expenditure				
Academic	9,879,786	3,612	9,883,398	8,710,353
Housekeeping and catering	1,454,525	-	1,454,525	1,325,842
Premises	1,737,492	-	1,737,492	1,687,566
Support costs	849,537	3,908	853,445	759,838
Management and administration of the charity	26,150	-	26,150	22,839
Total Charitable Expenditure	13,947,490	7,520	13,955,010	12,506,438
Total Resources Expended	14,299,723	7,520	14,307,243	12,875,216
Net Incoming Resources (note 3)	1,157,093	63,903	1,220,996	1,673,926
Unrealised loss on investments	-	-	-	(4,776)
Net Movement in Funds	1,157,093	63,903	1,220,996	1,669,150
Reserves Brought Forward	12,780,968	146,392	12,927,360	11,258,210
Reserves Carried Forward	13,938,061	210,295	14,148,356	12,927,360

The notes on pages 12 to 19 form part of these accounts.

ST BEDE'S SCHOOL TRUST SUSSEX
BALANCE SHEET
AT 31 AUGUST 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	6	14,190,343	12,255,670
Investment in subsidiary companies	7	20,436	21,138
		<u>14,210,779</u>	<u>12,276,808</u>
CURRENT ASSETS			
Debtors	8	790,999	777,084
Cash at bank and in hand		<u>3,029,421</u>	<u>3,896,866</u>
		<u>3,820,420</u>	<u>4,673,950</u>
CREDITORS: Amounts falling due within one year	9	<u>(2,229,250)</u>	<u>(2,258,051)</u>
NET CURRENT ASSETS		<u>1,591,170</u>	<u>2,415,899</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>15,801,949</u>	<u>14,692,707</u>
CREDITORS: Amounts falling due after more than one year	10	<u>(1,653,593)</u>	<u>(1,765,347)</u>
	11	<u>14,148,356</u>	<u>12,927,360</u>
FUNDS	12		
GENERAL UNRESTRICTED FUNDS		13,938,061	12,780,968
RESTRICTED FUNDS		210,295	146,392
		<u>14,148,356</u>	<u>12,927,360</u>

The notes on pages 12 to 19 form part of these accounts.

Approved on behalf of the Governing Body on


Chairman of the Governing Body

Chairman of the Finance Committee

ST BEDE'S SCHOOL TRUST SUSSEX
CASHFLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2005

	2005	2004
£	£	£
Net cash inflow from operating activities (Note a)	1,478,012	2,584,056
Returns on investment and servicing of finance		
Bank interest received	209,273	162,114
Bank interest paid	<u>(65,378)</u>	<u>(62,353)</u>
	143,895	99,761
Capital expenditure and financial investment		
Payments to acquire tangible fixed assets	(2,398,192)	(1,385,572)
Sales of tangible fixed assets	<u>4,000</u>	<u>-</u>
	(2,394,192)	(1,385,572)
Management of liquid resources		
(Increase)/decrease in short term deposits	409,019	(500,000)
Financing		
Loan repayments in year	<u>(95,160)</u>	<u>(98,184)</u>
(Decrease)/increase in cash (Note b)	<u>(458,426)</u>	<u>700,061</u>
Reconciliation of net cash flow to movement in net funds		
(Decrease)/increase in cash in the year	(458,426)	700,061
(Decrease)/increase in short term deposits	(409,019)	500,000
Decrease in mortgage loans	<u>95,160</u>	<u>98,184</u>
(Decrease)/increase in net funds	(772,285)	1,298,245
Net funds at 1 September 2004	<u>2,693,637</u>	<u>1,395,392</u>
Net funds at 31 August 2005	<u>1,921,352</u>	<u>2,693,637</u>

ST BEDE'S SCHOOL TRUST SUSSEX
CASHFLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2005

NOTES TO THE CASH FLOW STATEMENT

a) Reconciliation of net incoming resources to net cash inflow from operating activities

	2005 £	2004 £
Net incoming resources for the year	1,220,996	1,669,150
Bank interest received	(209,273)	(162,114)
Mortgage interest paid	65,378	62,253
Depreciation/impairment of investment	461,419	492,251
(Profit)/Loss on disposal of fixed assets	(1,198)	696
Decrease/(increase) in debtors	(13,915)	(143,175)
(Decrease)/increase in creditors	(45,395)	664,985
Net cash inflow from operating activities	<u>1,478,012</u>	<u>2,584,046</u>

b) Analysis of changes in net funds

	As at 1 September 2004 £	Cash flow £	As at 31 August 2005 £
Cash at bank and in hand	896,866	(458,426)	438,440
Short term deposit	3,000,000	(409,019)	2,590,981
Mortgage loans	(1,203,229)	95,160	(1,108,069)
	<u>2,693,637</u>	<u>(772,285)</u>	<u>1,921,352</u>

ST BEDE'S SCHOOL TRUST SUSSEX
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2005

1. ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (Charities SORP 2000), the Companies Act 1985 and applicable accounting standards and are drawn up under the historical cost convention.

The activities of the charity's wholly owned subsidiary trading companies are considered by the Governors to be immaterial to those of the charity and, in accordance with the Charities SORP 2000, consolidated accounts have not been prepared. Covenant payments receivable from these subsidiaries are included in the Statement of Financial Activities.

b) Fixed Assets

Tangible fixed assets which cost in excess of £5,000 are capitalised and are depreciated to write off the excess of cost over estimated residual amounts evenly over their estimated useful lives. The current estimated lives are:

Land is not depreciated	
Freehold buildings	50 years
Agricultural equipment	5 years
Furniture and equipment	5-10 years
Computer Equipment	2 years
Motor vehicles	5 years

c) Lease costs

Rentals payable under operating leases and licence agreements are charged to the profit and loss account on a straight line basis over the lease term.

d) Income

Income, which is all generated from continuing activities, is accounted for under the accruals concept in the period in which the related services are provided. Fees are stated after deducting bursaries, scholarships and other remissions granted by the School.

e) Donations

Donations received for the general purpose of the School are credited to "Unrestricted Funds". Donations received for specific projects or activities are credited to "Restricted Funds". All donations are accounted for when the Governors know with certainty that they will be received.

f) Expenditure

Expenditure is accounted for on an accruals basis. Support costs comprise costs incurred directly in support of the objects of the School. Management and administration costs include expenditure on compliance with constitutional and statutory requirements. Certain expenditure is apportioned to cost categories based on estimated amounts attributable to that activity in the year.

ST BEDE'S SCHOOL TRUST SUSSEX
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2005

1. ACCOUNTING POLICIES (Continued)

g) Pension Costs

The school contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the School 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 the Scheme is accounted for as a defined contribution scheme and contributions are accounted for in the period to which they relate.

For non-teaching staff the School contributes to individual personal pension schemes managed by Clerical Medical. These contributions are accounted for in the period to which they relate.

2. FEES RECEIVABLE

	2005 £	2004 £
The fees receivable comprised:		
Gross fees	14,747,242	13,639,500
Less: Bursaries, scholarships and other awards	(1,980,654)	(1,642,112)
Discounts and other deductions	(892,537)	(912,566)
Registration fees	18,723	19,520
	<u>11,892,774</u>	<u>11,104,342</u>
Other charitable income comprised:		
Summer School income	1,613,320	1,543,156
European scheme income	195,791	227,395
Extras charged for activities	1,371,723	1,251,622
Sundry gifts and school yearbook	11,106	10,589
	<u>3,191,940</u>	<u>3,032,762</u>
	<u>15,084,714</u>	<u>14,137,104</u>

3. NET INCOMING RESOURCES

The operating surplus is stated after charging/(crediting)

Auditors' remuneration	audit	14,950	14,400
	other	11,200	8,439
Depreciation		460,717	487,475
(Profit)/loss on sale of fixed asset		(1,198)	696
Operating leases		5,560	4,779
Hire of plant and machinery		4,564	6,068
Income from property leases		<u>(5,934)</u>	<u>(20,833)</u>

ST BEDE'S SCHOOL TRUST SUSSEX
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2005

4. EMPLOYEES	2005	2004
	£	£
Staff costs:		
Wages and salaries	7,642,015	6,634,912
Social security costs	613,260	583,526
Pension costs	668,017	557,312
	<u>8,923,292</u>	<u>7,775,750</u>

The average full-time equivalent number of employees in the year was 367 (2004 - 355) of which 227 (2004 - 216) were teaching staff.

Neither the Governors nor persons connected with them received any remuneration, or benefits from the school or any connected organisation.

The number of employees whose emoluments exceeded £50,000 was: 1

	No.	No.
£80,001 – £90,000	<u>1</u>	<u>1</u>

5. ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff Costs £	Other £	Depreciation £	2005 £	2004 £
Academic	6,889,623	2,871,547	122,228	9,883,398	8,710,354
Housekeeping and catering	901,946	552,579	-	1,454,525	1,325,842
Premises	536,802	862,201	338,489	1,737,492	1,687,567
Support	594,921	258,524	-	853,445	759,839
Management and administration of the charity	-	26,150	-	26,150	22,839
	<u>8,923,292</u>	<u>4,571,001</u>	<u>460,717</u>	<u>13,955,010</u>	<u>12,506,441</u>
Publicity and marketing	-	219,335	-	219,335	268,852
Bad debts	-	62,497	-	62,497	34,564
Finance costs	-	70,401	-	70,401	65,362
	<u>8,923,292</u>	<u>4,923,234</u>	<u>460,717</u>	<u>14,307,243</u>	<u>12,875,219</u>

ST BEDE'S SCHOOL TRUST SUSSEX
NOTES TO THE ACCOUNTS
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6. FIXED ASSETS

	Freehold property £	Freehold land £	Computer equipment £	Agricultural equipment £
Cost				
At 1 September 2004	12,731,901	346,775	182,073	109,807
Additions	<u>1,835,886</u>	<u>42,928</u>	<u>63,985</u>	<u>2,162</u>
At 31 August 2005	<u>14,567,787</u>	<u>389,703</u>	<u>246,058</u>	<u>111,969</u>
Depreciation				
At 1 September 2004	1,457,451	-	103,242	62,680
Charge for year	<u>252,725</u>	<u>-</u>	<u>67,051</u>	<u>14,636</u>
At 31 August 2005	<u>1,710,176</u>	<u>-</u>	<u>170,293</u>	<u>77,316</u>
Net book value				
At 31 August 2005	<u>12,857,611</u>	<u>389,703</u>	<u>75,765</u>	<u>34,653</u>
<i>At 31 August 2004</i>	<i><u>11,274,450</u></i>	<i><u>346,775</u></i>	<i><u>78,831</u></i>	<i><u>47,127</u></i>

	Furniture and equipment £	Motor Vehicles £	Totals £
Cost:			
At 1 September 2004	1,136,823	538,671	15,046,050
Additions	370,102	83,129	2,398,192
Disposals	<u>-</u>	<u>(17,241)</u>	<u>(17,241)</u>
At 31 August 2005	<u>1,506,925</u>	<u>604,559</u>	<u>17,427,001</u>
Depreciation:			
At 1 September 2004	789,892	377,115	2,790,380
Charge for year	71,128	55,177	460,717
Eliminated on disposals	<u>-</u>	<u>(14,439)</u>	<u>(14,439)</u>
At 31 August 2005	<u>861,020</u>	<u>417,853</u>	<u>3,236,658</u>
Net book value			
At 31 August 2005	<u>645,905</u>	<u>186,706</u>	<u>14,190,343</u>
<i>At 31 August 2004</i>	<i><u>346,931</u></i>	<i><u>161,556</u></i>	<i><u>12,255,670</u></i>

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7. INVESTMENTS IN SUBSIDIARIES

	£
At 1 September 2004	21,138
Increase/(Decrease) in provision	<u>(702)</u>
At 31 August 2005	<u>20,436</u>

The Charity held 100% of the issued share capital of four unlisted subsidiary companies at the beginning and end of the year. The investment in these companies has been included at cost of £46,010 less a provision to reflect the accumulated losses in the companies.

The results of these subsidiary companies have not been consolidated due to their immateriality. The profits from the companies are paid to the charity by way of gift aid donations.

Their aggregate capital and reserves and results for the year after any payments to the school under gift aid was as follows.

	2005 £	2004 £
Dicker Enterprises Ltd		
Aggregate capital and reserves	15,412	14,253
Profit for the year	<u>1,159</u>	<u>2,257</u>
 Letchfield Properties Limited		
Aggregate capital and reserves	1,855	3,567
(Loss)/profit for the year	<u>(1,712)</u>	<u>2,314</u>

Holywell Supplies Limited and Holywell Holidays Limited were both dormant at 31 August 2005.

8. DEBTORS

	2005 £	2004 £
Fees recoverable	442,129	432,239
Amounts owed by subsidiary companies	123,467	104,107
Other debtors	47,894	73,067
Prepayments	<u>177,509</u>	<u>167,671</u>
	<u>790,999</u>	<u>777,084</u>

ST BEDE'S SCHOOL TRUST SUSSEX
NOTES TO THE ACCOUNTS
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9. CREDITORS: amounts falling due within one year

	2005 £	2004 £
Mortgage Loans	95,738	87,538
Amounts owed to subsidiary companies	-	10
Fees charged in advance	1,186,394	842,172
Entrance fee deposits	86,869	64,225
Trade creditors	350,140	560,216
Other taxation and social security costs	205,289	183,302
Other creditors and accruals	304,820	520,588
	<u>2,229,250</u>	<u>2,258,051</u>

10. CREDITORS: amounts falling due after more than one year

Entrance fee deposits	505,701	476,796
Mortgage loans	1,012,331	1,115,691
Fees charged in advance	135,561	172,860
	<u>1,653,593</u>	<u>1,765,347</u>

Mortgage loans repayable by instalments are due as follows

Within 1 Year	95,738	87,538
1 - 2 Years	95,738	87,538
2 - 5 Years	287,214	262,614
More than 5 Years	629,379	765,539
	<u>1,108,069</u>	<u>1,203,229</u>

The mortgages are repayable by instalments and are secured on the freehold property.

11. ALLOCATION OF NET ASSETS

	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	14,190,343	-	14,190,343
Investment in subsidiaries	20,436	-	20,436
Current assets	3,610,125	210,295	3,820,420
Current liabilities	(2,229,250)	-	(2,229,250)
Long term liabilities	(1,653,593)	-	(1,653,593)
	<u>13,938,061</u>	<u>210,295</u>	<u>14,148,356</u>

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12. RESTRICTED FUNDS

	<i>At 1.9.04</i>	Income	Expenditure	Transfers	<i>At 31.8.05</i>
	£	£	£	£	£
Former Pupils Association	101,443	70,239	(3,908)	-	167,774
St Bede's Society	11,738	-	-	-	11,738
Legat Ballet	33,211	1,184	(3,612)	-	30,783
	<u>146,392</u>	<u>71,423</u>	<u>(7,520)</u>	<u>-</u>	<u>210,295</u>

The balance on the Former Pupils Association and St. Bede's Society Funds represent amounts received as subscriptions to the St. Bede's Former Students Association.

The balance on the Legat Ballet Fund represents donations received to support pupils at the Legat Ballet School.

13. PENSIONS COSTS

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 assets equal to the actuarial value of the scheme liabilities as at 31 March 2001.

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

The pension charge for the year represents contributions payable by the School to the Teachers Pension Scheme and to individual personal pension funds.

14. TAXATION

The company is registered as a UK charity and is able to take advantage of the exemptions available to charities.

15. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemptions conferred by Financial Reporting Standard 8 from the requirement to make disclosure of transactions with other group companies.

ST BEDE'S SCHOOL TRUST SUSSEX
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16. RECONCILIATION OF MOVEMENTS IN RESERVES

	Unrestricted £	Designated £	Restricted £	2005 Total £	2004 Total £
Opening Reserve	12,780,064	904	146,392	12,927,360	11,258,210
Transfers in the year	-	-	-	-	-
Surplus for the year	<u>1,157,608</u>	<u>(515)</u>	<u>63,903</u>	<u>1,220,996</u>	<u>1,669,150</u>
Closing Reserve Fund	<u>13,937,672</u>	<u>389</u>	<u>210,295</u>	<u>14,148,356</u>	<u>12,927,360</u>

The Designated Reserve represents funds held for The Quiet Garden Fund at the Preparatory School.

The Restricted Reserve represents funds held for the Past Pupils Association and for the Legat Dance School.

17. SHARE CAPITAL

The company is limited by guarantee and does not have a share capital. The liability of the members in the event of winding up is limited to £1.