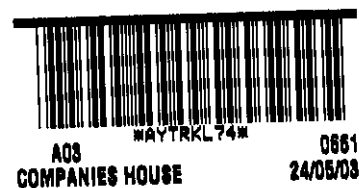


ST PHILIP'S SCHOOL TRUST LIMITED
(A COMPANY LIMITED BY GUARANTEE)
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2002



ST PHILIP'S SCHOOL TRUST LIMITED

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ST PHILIP'S SCHOOL TRUST LIMITED

GOVERNORS OFFICERS AND ADVISERS

GOVERNORS

Dr P.F. Doherty
Rev. R. Creighton-Jobe
T. Macfarlane
J. McIntosh OBE
Mrs R. Posgate
P. Ryan FCA
J. Scanlan KCSG KC*HS
T. Stranack BA
P.N. White

CHAIRMAN

SECRETARY

A. Matheson LLB CA

COMPANY NUMBER

01789733

CHARITY NUMBER

288887

REGISTERED OFFICE

6 Wetherby Place
London SW7 4NE

BANKERS

HSBC Bank Plc
95 Gloucester Road
South Kensington
London SW7 4SX

AUDITORS

C.B. Edwards & Co.
Chartered Accountants
Little Rushford
Lingfield
Surrey. RH7 6DA

ST PHILIP'S SCHOOL TRUST LIMITED

REPORT OF THE GOVERNORS FOR THE YEAR ENDED 31ST AUGUST 2002

The Governors, who are Directors for company law purposes, present their Report and Financial Statements for the year ended 31st August 2002.

STATUS

The Trust is a Company limited by guarantee. It was incorporated on 7th February 1984, otherwise than for profit and is registered as a Charity with a Charity number 288887.

It owns St Philip's School, 6 Wetherby Place, Kensington, London, SW7 4NE.

The liability of each of its members is restricted to £1.

PRINCIPAL ACTIVITY

The company's main activity is the promotion and provision of the education of children.

It qualifies as a small company for the purposes of the Companies Act 1985 and hence has:

1. Not produced a cashflow statement
2. Explained that it has prepared its Governors' Report and the Financial Statements in accordance with the special provisions of Part VII of the Companies Act 1985.
3. Prepared the accounts in accordance with the Financial Reporting Standard for Smaller Entities.

RESULTS AND FUTURE PROSPECTS

The School has had a very successful year with a full complement of children, although a small deficit arose.

The Net (Deficit) for the year was (£7,654) (2001 – Surplus £11,095).

The School has a large waiting list for new pupils and looks forward to continuing its current success in educating children to the highest standard.

GOVERNORS

The Governors who have served during the period are shown on Page 1.

The Governors may appoint additional Governors under the terms of the Memorandum.

RESERVES POLICY

The General Funds represent unrestricted funds arising from past operating results amounting to £196,278 and the Revaluation Reserve of £726,890 arose from the revaluation of the Freehold Property.

The Governors have examined the requirement for these reserves which they wish to increase so that in the future a larger school can be acquired.

RISK MANAGEMENT

The Governors have assessed the major risks to which the Trust is exposed, in particular those related to the operations and finances and they are satisfied that systems are in place to mitigate the exposure to major risks

ST PHILIP'S SCHOOL TRUST LIMITED

REPORT OF THE GOVERNORS FOR THE YEAR ENDED 31 AUGUST 2002 Continued

STATEMENT OF GOVERNORS' RESPONSIBILITIES

Company Law requires the Governors to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those Financial Statements, the Governors are required to:

Select suitable accounting policies and apply them consistently.

Make judgements and estimates that are reasonable and prudent.

Prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue to operate.

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 Financial Statements 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

A resolution reappointing C.B. Edwards & Co. as Auditors for the Company and authorising the Governors to agree their remuneration in accordance with Section 385 of the Companies Act 1985 will be submitted to the Annual General Meeting.

BY ORDER OF THE BOARD



DR P.F. DOHERTY - CHAIRMAN

APPROVED BY THE BOARD ON 25 APRIL 2003

ST PHILIP'S SCHOOL TRUST LIMITED

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF ST PHILIP'S SCHOOL TRUST LIMITED

We have audited the Financial Statements on pages 5 to 10 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF GOVERNORS AND AUDITORS

As described on page 2 the Governors (who also act as Trustees for the charitable activities of St Philip's School Trust Limited for the purposes of company law) are responsible for the preparation of the report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards. Our responsibility is to audit the Financial Statements 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 Report is not consistent with the Financial Statements, if the Charity 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 Governors' remuneration and transactions with the Charitable Company is not disclosed.

We are not required to consider whether the statement in the Governors' Report concerning the major risks to which the Charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the Charity's risk management and control procedures.

We read information contained in the Governors' Report and consider whether it is consistent 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 the 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 the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the Charitable Company's affairs at 31st August 2002 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

C.B. Edwards & Co

**C.B. EDWARDS & CO.
CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS**

Little Rushford
Lingfield
Surrey. RH7 6DA

25 May 2003

ST PHILIP'S SCHOOL TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST AUGUST 2002

		GENERAL FUND	PRIZE FUND	REVALUATION RESERVE	TOTAL FUNDS 2002	TOTAL FUNDS 2001
	NOTES	£	£	£	£	£
<u>INCOMING RESOURCES</u>						
School Fees		746679	-	-	746679	724687
Donations		5489	-	-	5489	8860
Deposit Interest Receivable		814	-	-	814	1027
<hr/>						
Total Incoming Resources		752982	-	-	752982	734574
<hr/>						
<u>RESOURCES EXPENDED</u>						
Educational Costs		571971	-	-	571971	541895
Management and Administration		188665	-	-	188665	181584
<hr/>						
Total Resources Expended	1	760636	-	-	760636	723479
<hr/>						
<u>NET (OUTGOING) RESOURCES</u>		(7654)	-	-	(7654)	11095
<hr/>						
Transfer From Prize Fund	4	210	(210)	-	-	-
<hr/>						
Net Movement of Funds		(7444)	(210)	-	(7654)	11095
Funds at 1 Sept. 2001		203722	1050	726890	931662	920567
<hr/>						
Funds at 31 Aug. 2002		196278	840	726890	924008	931662
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All disclosures relate only to continuing operations
There are no recognised gains or losses other than those disclosed above.
The notes on pages 7 to 10 form part of these Financial Statements

ST PHILIP'S SCHOOL TRUST LIMITED

BALANCE SHEET AT 31 AUGUST 2002

	NOTES	31.8.2002		31.8.2001	
		£	£	£	£
Fixed Assets					
Tangible Fixed Assets	5		1,014,103		1,002,407
Current Assets					
Debtors	6	33,541		57,152	
Cash at Bank and in Hand		83,907		25,248	
		<u>117,448</u>		<u>82,400</u>	
Creditors: amounts falling due within one year	7	(177,543)		(153,145)	
Net Current (Liabilities)			<u>(60,095)</u>		<u>(70,745)</u>
Net Assets			<u><u>954,008</u></u>		<u><u>931,662</u></u>

SHAREHOLDERS EQUITY

General Funds	211,278		203,722
Restricted Fund	4	840	1,050
Revaluation Reserve		741,890	726,890
Total Funds			
		<u>954,008</u>	<u>931,662</u>
		<u><u>954,008</u></u>	<u><u>931,662</u></u>

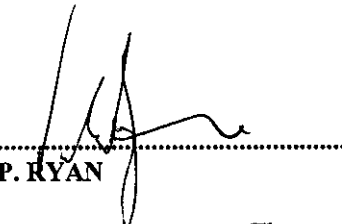
APPROVED BY THE GOVERNORS AND SIGNED ON

25/4/03



DR P.F. DOHERTY

GOVERNORS



P. RYAN

The notes on pages 7 to 10 form part of these Financial Statements

ST PHILIP'S SCHOOL TRUST LIMITED

NOTES TO THE PRINCIPAL ACCOUNTING POLICIES FOR THE YEAR ENDED 31 AUGUST 2002

1. ACCOUNTING POLICIES

a) **Accounting Conventions**

The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of certain Fixed Assets and in accordance with the Financial Reporting Standard for Smaller Entities, the Companies Act 1985 and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice (SORP 2000).

b) **Incoming Resources**

School Fees represents the net amount invoiced by the company in respect of services supplied.

c) **Depreciation**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold Buildings 2½% of cost or re-valued amounts
Fixtures and Equipment 25% of cost

No depreciation is provided on Freehold Land.

d) **Fixed Assets**

The Freehold Property is re-valued periodically and surpluses and deficits are transferred to the Revaluation Reserve.

e) **Pensions**

The Company operates contributory pension schemes for staff in independently administered funds.

f) **Operating Lease Commitments**

Rentals payable under the operating leases are charged to the Income and Expenditure account on a straight line basis over the term of the lease.

g) **Donations**

Donations are accounted for gross when received.

ST PHILIP'S SCHOOL TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2002 Continued

	31.8.2002	31.8.2001
	£	£
1. <u>TOTAL RESOURCES EXPENDED</u>		
This is stated after charging		
Interest Received	(814)	(1027)
Hire of Equipment - Operating Lease	3183	3183
Depreciation of Tangible Fixed Assets	26154	26155
Auditors Remuneration	3231	3231
Interest Paid	275	282
	<hr/>	<hr/>
2. <u>STAFF COSTS</u>		
Wages and Salaries	396455	367574
Social Security Costs	33654	32607
Other Pension Costs	24893	21428
	<hr/>	<hr/>
	455002	421609
	<hr/>	<hr/>
The average number of persons employed during the year was:		
Teaching	13	13
Administration	2	2
	<hr/>	<hr/>
	15	15
	<hr/>	<hr/>
Governors Remuneration	NIL	NIL
	<hr/>	<hr/>

3. TAXATION

The Trust is a registered charity and therefore is not liable for income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

4. PRIZE FUND

The Restricted Prize Fund represents £2,100 received in 1996 to be applied towards the expenditure on prizes over ten years.

ST PHILIP'S SCHOOL TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2002 Continued

	£	£	£
5. TANGIBLE FIXED ASSETS			
	FREEHOLD PROPERTY	FIXTURES AND EQUIPMENT	TOTAL 31.8.2002
Cost or Valuation			
Balance at 1 September 2001	1000000	44616	1044616
Additions at Cost	-	7850	7850
Balance at 31 August 2002	1000000	52466	1052466
Depreciation			
Depreciation at 1 September 2001	15000	27209	42209
This Years Charge	15000	11154	26154
Depreciation at 31 August 2002	30000	38363	68363
Net Book Value			
At 31 August 2002	970000	14103	984103
At 31 August 2001	985000	17407	1002407

The Company's Freehold Property at 6 Wetherby Place London was re-valued by Knight Frank Chartered Surveyors on 13 December 2000 on the basis of its open market value for its existing use at £1,000,000. The Governors are of the opinion that at 31 August 2002 there has been no significant change since it was professionally valued and the cost of obtaining its latest market value outweighs the benefits involved.

The cost or valuation of Freehold Buildings on which depreciation is charged amounted to £600,000.

The historic cost of Freehold Land and Buildings was £359,753 (2001 £359,753).

ST PHILIP'S SCHOOL TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2002 Continued

	2002	2001
	£	£
6. <u>DEBTORS</u>		
Amounts due within one year		
Debtors	28447	53312
Other Debtors	4748	3840
Prepayments and Accrued Income	346	-
	<u>33541</u>	<u>57152</u>

7. CREDITORS

Amounts falling due within one year		
Trade Creditors	9452	7969
Fees Received in Advance	135946	111261
Taxes and Social Security	32145	33915
	<u>177543</u>	<u>153145</u>

8. FINANCIAL COMMITMENTS

At 31 August 2002, the Company had annual commitments under non-cancellable operating leases as follows:

Operating Leases which expire

Within one year	3183	-
In the second to fifth years inclusive	-	6365
	<u>3183</u>	<u>6365</u>