

ROUND SQUARE LIMITED
(A Charitable Company Limited by Guarantee)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 1998



MacIntyre & Co
Chartered Accountants
London EC1N 6RL

Company Registration No: 2011514

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 JULY 1998

STATUS AND ADMINISTRATION

The company is a registered charity and a company limited by guarantee. The company registered number is 2011514.

ACTIVITIES

The object of the charity is to advance education anywhere in the world. Subscriptions are paid by each member school in proportion to the number of its pupils and are utilised to fund projects and to further the education of the participants - pupils, governors and staff to the member schools - and spread the Kurt Mahn philosophy.

DIRECTORS

The directors who are also the charity trustees were as follows:-

King Constantine
Prince Alexander
Terry Guest
Caroline Hill
Michael Jenkins

FINANCIAL RESULTS AND RESOURCES

The result of the year shows net incoming resources of £18,040. The total unrestricted resources carried forward are held in order to ensure the continued ability to finance the charity's objectives including future international projects.

BY ORDER OF THE BOARD



J A HOWISON
Secretary

3 Cronks Hill Close
Meadavale
Redhill
Surrey
RH1 6LX

2 - October 1998

TO THE DIRECTORS OF

THE ROUND SQUARE LIMITED

We have examined, without carrying out an audit, the accounts for the year ended 31 July 1998 set out on pages 3 to 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS

As described on page 4 the company's directors are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below, to the shareholders.

BASIS OF OPINION

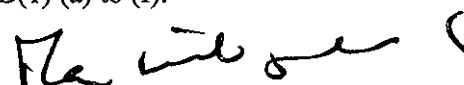
We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly we do not express an audit opinion on the accounts. Therefore our examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

OPINION

In our opinion:

- a) the accounts are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records, the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act;
- c) having regard only to, and on the basis of, the information contained in those accounting records, the company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1) (a) to (f).



MacIntyre & Co
Chartered Accountants

28 Ely Place
London
EC1N 6RL

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STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 JULY 1998

	Notes	1998 £	1997 £
INCOMING RESOURCES			
Subscriptions and donations		51,402	66,370
Bank interest received		8,908	4,251
Other income	2	1,252	1,119
		<hr/>	<hr/>
		61,562	71,740
RESOURCES USED			
Direct charitable expenditure	3	43,522	37,444
		<hr/>	<hr/>
Net Incoming Resources		18,040	34,296
Balance brought forward at 1 August 1997		113,553	79,257
		<hr/>	<hr/>
Balance carried forward at 31 July 1998		£131,593	£113,553
		<hr/>	<hr/>

No summary income and expenditure account has been prepared because this information is clearly identified in the above statement.

The accompanying notes form part of these financial statements.

BALANCE SHEET

AS AT 31 JULY 1998

	Notes	1998 £	1997 £
CURRENT ASSETS			
Debtors	4	10,878	9,277
Cash at bank		144,805	122,554
		<hr/>	<hr/>
		155,683	131,831
CREDITORS: Amounts falling due within one year	5	24,090	18,278
		<hr/>	<hr/>
NET CURRENT ASSETS		£131,593	£113,553
		<hr/>	<hr/>
UNRESTRICTED RESERVES	9	£131,593	£113,553
		<hr/>	<hr/>

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 July 1998 and of its surplus for the year then ended in accordance with the requirement of section 226, and which otherwise comply with the requirements of the companies Act 1985 relating to accounts, so far as applicable to the company.

In preparing these financial statements advantage has been taken of the special exemptions provided in Companies Act 1985 Schedule 8 Part II. In the opinion of the directors the company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in Sections 246 and 247

Approved by the Board of Directors on

2- October 1998


Terry Guest - Director

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 1998

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting Basis

The financial statements are prepared under the historical cost convention.

Cash Flow Statement

In accordance with the exemption allowed for small companies under Financial Reporting Standard No. 1, the company has not prepared a cash flow statement.

2.	OTHER INCOME	1998	1997
		£	£
	Sales of ties, scarves and cards	1,252	£ 1,119
		<hr/>	<hr/>

3. DIRECT CHARITABLE EXPENSES

These relate to the costs of the annual conference and expenditure in administering the activities of the charity. The costs include honorariums totalling £11,907 (1997: £6,128) to supporters who carry out significant work on behalf of the charity.

4.	DEBTORS	1998	1997
		£	£
	Outstanding subscriptions	3,500	2,890
	Director's expenses - float	5,176	2,570
	Projects	530	2,832
	Other debtors	1,672	985
		<hr/>	<hr/>
		£ 10,878	£ 9,277
		<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 JULY 1998

5.	CREDITORS: Amounts falling due within one year	1998 £	1997 £
	Hill Memorial Trust	12,555	8,193
	Other creditors	10,583	9,145
	Accruals	952	940
		<hr/>	<hr/>
		£ 24,090	£ 18,278
		<hr/>	<hr/>

6. DIRECTORS' EMOLUMENTS

The directors received no emoluments during the year, they received reimbursed expenses relating to the work of the charity which totalled £13,500.

7. TAXATION

The company is a registered Charity (No. 327117) and is not liable to tax on its surpluses.

8. CONSTITUTION

The company is limited by guarantee. The maximum liability of each member is £1.

9. UNRESTRICTED RESERVES

Since the company is a Charitable Trust, the accumulated reserves do not belong to the members. If, upon the winding up or dissolution of the Trust there remains, after satisfaction of all debts and liabilities, any property whatsoever, then, under the terms of the company's memorandum, this must be transferred to some other charitable institution having similar charitable objects to the company. All unrestricted reserves are held for supporting the charitable objectives of the company.

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 1998

	1998		1997	
	£	£	£	£
INCOME				
Subscriptions		50,402		54,111
Sale of ties, scarves and cards		1,252		1,119
Bank interest receivable		8,908		4,251
Donations		1,000		12,259
RSIS				-
		<hr/>		<hr/>
		61,562		71,740
EXPENDITURE				
Conference, travel and subsistence	4,233		5,010	
International projects	23		990	
Postage and telephone	1,925		1,798	
Travel expenses for council and director	14,438		18,065	
Fund raising/public relations	-		556	
Professional charges	764		705	
Sundry expenses	1,595		311	
PR and Echo news sheet	6,420		2,160	
Honorariums	11,907		7,393	
Insurance	427		367	
Bank charges	52		89	
Office furniture	1,738		-	
	<hr/>		<hr/>	
		43,522		37,444
NET SURPLUS/(DEFICIT) FOR YEAR		<hr/>		<hr/>
		£ 18,040		£ 34,296

This page does not form part of the statutory financial statements.