

# **The Bradfield Foundation**

2491155

## **Financial statements for the year ended 31 August 1995**

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## **Officers and advisers**

### **Directors and trustees**

J E Bodie  
J D Burns  
M d'Arcy-Irvine  
M W Deaner (retired 12 October 1994)  
The Honourable P H Dixon  
A W Fuller  
E J S Garrett  
C G Hacking  
R J Halcrow (appointed 9 January 1996)  
R P Iliffe  
D C Pateras  
D A Pinnell OBE  
D Shilton  
M J C Stone  
J M Tyrrell (appointed 12 September 1995)  
R G A Youard (retired 27 June 1995)

### **Secretary and registered office**

J J Smyth

Bradfield College, Reading, Berkshire, RG7 6AU

### **Auditors**

Coopers & Lybrand  
9 Greyfriars Road  
Reading  
Berkshire  
RG1 1JG

### **Solicitors**

Bates Wells and Braithwaite  
61 Charterhouse Street  
London  
EC1N 6HA

### **Bankers**

National Westminster Bank plc  
4 High Street  
Pangbourne  
Reading  
RG8 7AD

## **Directors and trustees' report for the year ended 31 August 1995**

The directors present their report and the audited financial statements for the year ended 31 August 1995.

### **Principal activities**

The income and expenditure account for the year is set out on page 5.

The principal activity of the company is to promote the charitable purpose of The Warden and Council of Saint Andrew's College, Bradfield and otherwise to promote any other charitable purpose connected with or otherwise associated with the College.

### **Organisation**

The charity was registered under the Companies Act 1985 on 10 April 1990 as a company limited by guarantee. Each of the three members has undertaken to contribute the sum of £1 in the event of the company being insolvent on winding up. The charity is managed on behalf of the members by a board of trustees, who are the company's directors.

### **Review of business and future developments**

The company made an operating surplus of £142,590 (1994: £141,539). A donation of £23,670 (1994: £950,000) has been made to Saint Andrew's College, Bradfield during the year. The surplus for the year amounted to £60,721 (1994: deficit £848,116) and will be transferred to reserves.

### **Directors**

The directors, all of whom served throughout the year ended 31 August 1995, except as otherwise noted, are noted on page 1 of these financial statements. All of the directors continue to provide their services to the management of the charity free of charge.

### **Post balance sheet events**

Details of post balance sheet events are given in note 15 to the financial statements.

### **Changes in fixed assets**

The movement in tangible fixed assets is set out in note 7 to the accounts.

### **Company status**

The company is a registered charity and is limited by guarantee of the members.

## Directors' responsibilities

The directors are required by UK company law to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company as at the end of the financial year and of the surplus or deficit of income over expenditure of the company for that period.

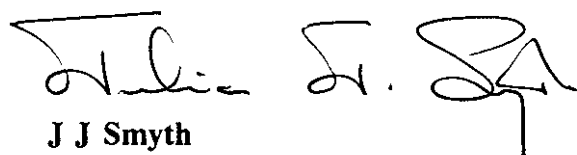
The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 31 August 1995. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, 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 to reappoint the auditors, Coopers & Lybrand, will be proposed at the annual general meeting.

By order of the board

A handwritten signature in black ink, appearing to read 'J J Smyth', with a stylized flourish at the end.

J J Smyth  
Company Secretary

## **Report of the auditors to the members of The Bradfield Foundation**

We have audited the financial statements on pages 5 to 11.

### **Respective responsibilities of directors and auditors**

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

### **Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the 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.

### *Going concern*

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning uncertainty as to the outcome of continuing fundraising activity and the company's ability to meet its financial commitments from unrestricted funds. In view of the significance of this uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 August 1995 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Coopers & Lybrand*

**Coopers & Lybrand  
Chartered Accountants and Registered Auditors**

Reading 18 May 1996

# Income and expenditure account for the year ended 31 August 1995

	Notes	1995 £	1994 £
Income	1	249,042	226,429
Administrative and fund-raising expenses	2,3	(106,452)	(84,890)
		<hr/>	<hr/>
Operating surplus	5	142,590	141,539
Interest receivable		14,340	14,723
Interest payable	4	(72,539)	(54,378)
		<hr/>	<hr/>
Surplus before charitable expenditure		84,391	101,884
Donations to Saint Andrew's College, Bradfield		(23,670)	(950,000)
		<hr/>	<hr/>
Surplus/(deficit) on ordinary activities before taxation		60,721	(848,116)
Tax on surplus on ordinary activities	6	-	-
		<hr/>	<hr/>
Surplus/(deficit) for the financial year	11	60,721	(848,116)
		<hr/> <hr/>	<hr/> <hr/>

## Statement of the accumulated deficit

At 1 September 1994 - deficit		(719,880)	128,236
Surplus/(deficit) for the financial year	11	60,721	(848,116)
		<hr/>	<hr/>
At 31 August 1995 - deficit		(659,159)	(719,880)
		<hr/> <hr/>	<hr/> <hr/>

The company's results are derived from continuing activities.

The company has no recognised gains and losses other than the results above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the surplus on ordinary activities before taxation and the retained surplus for the year stated above, and their historical cost equivalents.

**Balance sheet  
at 31 August 1995**

	Notes	1995 £	1994 £
<b>Fixed assets</b>			
Tangible assets	7	9,681	14,351
		<hr/>	<hr/>
<b>Current assets</b>			
Debtors	8	35,891	27,952
Cash at bank		297,245	249,769
		<hr/>	<hr/>
		333,136	277,721
Creditors: amounts falling due within one year	9	(51,976)	(61,952)
		<hr/>	<hr/>
<b>Net current assets</b>		281,160	215,769
		<hr/>	<hr/>
<b>Total assets less current liabilities</b>		290,841	230,120
Creditors: amounts falling due after more than one year	10	(950,000)	(950,000)
		<hr/>	<hr/>
<b>Net liabilities</b>		(659,159)	(719,880)
		<hr/>	<hr/>
<b>Reserves</b>			
Income and expenditure account:			
Restricted funds		30,854	-
Unrestricted funds		(690,013)	(719,880)
		<hr/>	<hr/>
	11	(659,159)	(719,880)
		<hr/>	<hr/>

The financial statements on pages 5 to 11 were approved by the board of directors on  
18 May 1996 and were signed on its behalf by:



**D Shilton**  
Director

## **Notes to the financial statements for the year ended 31 August 1995**

### **1 Principal accounting policies**

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been consistently applied, is set out below.

#### **Basis of accounting**

The financial statements are prepared in accordance with the historical cost convention.

#### **Basis of preparing the financial statements**

The company meets its financial commitments in respect of day to day operating expenditure and the payment of interest on the loans set out in note 10 to the accounts ("the Stonelender loans") from unrestricted income received through the company's fundraising activities. The repayment of the Stonelender loans, which is due to take place on 1 August 1998, will need to be made from unrestricted funds. The Warden and Council of Saint Andrew's College, Bradfield have provided guarantees in respect of payment of interest and capital to the lenders of these loans.

Funds donated to the company for designated projects are held by the company until they are required to finance specific expenditure on the designated project. Such funds are not available to the company to meet its day to day operating expenditure requirements or the payment of interest or capital on the Stonelender loans.

The nature of the company's fundraising activities is such that there can be considerable uncertainty in the timing and quantum of the funds raised. In addition, funds raised may be donated on a designated basis and therefore not be available to meet the company's ongoing financing requirements. The directors have prepared a forecast cashflow for the period to 31 August 1997, based on known financial commitments and income streams, which indicates that the company will need to generate approximately £80,000 of additional unrestricted funds in the forecast period in order to continue as a going concern. The company has achieved this level of fundraising in each of the years to 31 August 1994 and 31 August 1995. Beyond the forecast period further significant funds will need to be raised in order for the company to be able to meet the repayment of the Stonelender loans and other operating commitments.

On the basis of the forecast prepared by the directors and the proposed programme of fundraising activity, the directors consider that the company will be able to continue to operate as a going concern within the forecast period and that sufficient undesignated funds will be raised to meet the capital repayments due on the Stonelender loans on 1 August 1998. In the event that such funds are not raised by that date, the directors have received an assurance that repayment of at least £350,000 of the outstanding loans will be rescheduled to enable the foundation to meet its other financial commitments as they fall due. Accordingly, the directors consider it appropriate for the accounts to be prepared on a going concern basis. The financial



statements do not include the adjustments that would result if insufficient unrestricted funds were raised and the company were unable to continue as a going concern.

## Income recognition

Income is recognised on a received basis, inclusive of any related tax credit.

## Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition.

Depreciation is charged to write off the cost of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The principal annual rate used for this purpose is:

	%
Office equipment	25

## Cash flow

The company has taken advantage of the exemptions for small-sized companies under Financial Reporting Standard 1 and accordingly no cash flow statement has been included in these financial statements.

## 2 Directors' emoluments

None of the directors' received fees or emoluments during the year (1994:£Nil)

## 3 Employee information

The average weekly number of persons employed by the company in providing administrative support during the year was 2 (1994: 2).

	1995 £	1994 £
<b>Staff costs (for the above persons)</b>		
Wages and salaries	48,653	46,949
Social Security costs	5,168	6,926
Other pension costs	2,489	-
	<u>56,310</u>	<u>53,875</u>

## 4 Interest payable and similar charges

	1995 £	1994 £
On loans repayable within 5 years, not by instalments	<u>72,539</u>	<u>54,378</u>

## 5 Operating surplus

	1995	1994
	£	£
Operating surplus is stated after charging:		
Depreciation of tangible fixed assets	5,413	5,708
Auditors' remuneration	1,750	1,449
Loss on disposal of tangible fixed assets	1,076	-
	<u>      </u>	<u>      </u>

## 6 Taxation

The directors believe that no charge to UK corporation tax will arise in respect of the year to 31 August 1995 (1994: £Nil) as all activities of the company during this year were of a charitable nature. The company has charitable status, and a general exemption from taxation has been granted under Section 506 of the Income and Corporation Taxes Act 1988.

## 7 Tangible fixed assets

	Office equipment £
<b>Cost</b>	
At 1 September 1994	22,833
Additions	2,669
Disposals	(3,850)
	<u>      </u>
At 31 August 1995	21,652
	<u>      </u>
<b>Depreciation</b>	
At 1 September 1994	8,482
Charge for year	5,413
Disposals	(1,924)
	<u>      </u>
At 31 August 1995	11,971
	<u>      </u>
<b>Net book value</b>	
At 31 August 1995	9,681
	<u>      </u>
Net book value	
At 31 August 1994	14,351
	<u>      </u>

**8 Debtors**

	1995 £	1994 £
Amounts falling due within one year		
Taxation recoverable	33,854	17,197
Other debtors	2,037	71
Prepayments	-	10,684
	<u>35,891</u>	<u>27,952</u>

**9 Creditors: amounts falling due within one year**

	1995 £	1994 £
Amounts owed to Bradfield College	33,391	56,471
Accruals	18,585	5,481
	<u>51,976</u>	<u>61,952</u>

**10 Creditors: amounts falling due after more than one year**

	1995 £	1994 £
Other loans	<u>950,000</u>	<u>950,000</u>

The loans noted above are repayable on 1 August 1998 (see note 15). They bear interest at 1½% above C Hoare & Co. bank base rate, subject to a minimum rate of 7½%, and are secured by guarantees from The Warden and Council of Saint Andrew's College, Bradfield.

**11 Reconciliation of movements in total funds**

	1995 £	1994 £
Surplus/(deficit) for the financial year	60,721	(848,116)
Opening total funds - (deficit)/surplus	<u>(719,880)</u>	<u>128,236</u>
Closing total funds - (deficit)	<u>(659,159)</u>	<u>(719,880)</u>

Included within the surplus for the year are donations amounting to £30,854 which are designated for specific projects at Bradfield College. None of these funds had been expended in the year.

## **12 Guaranteed share capital**

The liabilities of the members are limited by guarantee and no shares are authorised or issued by the company. Every member of the company undertakes to contribute to the assets of the company, in the event of the same being wound up whilst a member, or within one year after ceasing to be a member, for payment of debts and liabilities of the company contracted before ceasing to be a member, and of the costs charges and expenses of winding up, such amount as may be required not exceeding £1.

## **13 Commitments and contingent liabilities**

Other than in respect of the restricted funds noted above (note 11), at 31 August 1995 the company had no financial or capital commitments and no contingent liabilities (1994: £Nil).

## **14 Connected charity**

The principal activity of the company is to promote the charitable purpose of The Warden and Council of Saint Andrew's College, Bradfield (Saint Andrew's College, Bradfield).

During the year the company donated £23,670 (1994: £950,000) to this connected charity. In addition, Saint Andrew's College, Bradfield provides administrative services to the company on an arm's length basis.

## **15 Post balance sheet events**

Since the year end the company has repaid £285,000 of the loans due to the Stonelenders.