

THE MARIA GREY NURSERY SCHOOL

FINANCIAL STATEMENTS

For the year ended

31st August 2012

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COMPANIES HOUSE

Charities Registration No. 1002985
Registered in England and Wales No. 2608790

THE MARIA GREY NURSERY SCHOOL

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2012

DIRECTORS

A. Darragh (appointed 8.10.08)
E. Lorriman (appointed 15.10.09)
M. Fulton (appointed 1.11.06)
M. Nemeth (appointed 8.10.08)
S. Van Rooyen (appointed 5.10.11)
L. Williams (appointed 4.3.10)

HEAD TEACHER

Helen Lansdell BA Hons PGCE

REGISTERED OFFICE

Field House
18a Friars Stile Road
Richmond
Surrey TW10 6NE

BANKERS

HSBC
67 George Street
Richmond
Surrey TW9 1HG

EXTERNAL EXAMINER

Alison Williamson, BA, FCMA, CGMA
38 Roehampton Gate,
LONDON SW15 5JS

THE MARIA GREY NURSERY SCHOOL

FINANCIAL STATEMENTS for the year ended 31st August 2012

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THE MARIA GREY NURSERY SCHOOL DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 31st August 2012

STATEMENT OF DIRECTORS' RESPONSIBILITIES

- Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including the Income and Expenditure, for the financial year. In preparing those financial statements, the directors are required to

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

The directors 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 2006. 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.

STRUCTURE AND GOVERNANCE

The company is a registered charity and a company limited by guarantee governed by the articles and memorandum of association. It was formed in April 1991. The principal activity of which is running a nursery school.

From October 2011 the structure has been simplified with the Chairperson or persons (where it is a joint Chairperson) being the only director(s). The director(s) will meet on a regular basis with the head teacher, company secretary, parent representatives and staff representative during the year and make decisions on changes to policy, commitments to large spends and organizing fundraising activities. The day to day running of the nursery is delegated to the staff, led by the Head Teacher. The Chairperson will work closely with the Head Teacher to make the decisions on running the nursery

OBJECTIVES AND ACTIVITIES

Objects of the company:-

To advance the education of children below compulsory school age and thereby promote their mental, moral and physical development and improvement.

When setting the objectives of the nursery, the Director(s) have made careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

The nursery is run to provide a wealth of activities to engage the children in a learning experience. Every day there are a variety of activities provided to capture the imagination of the children with project themes running through each term. Each child is catered for with their individual requirements, with small groups being created to assist children with specific areas of development. Great care is taken to allow each child to work towards meeting the goals of the Early Years Foundation Stage. Safeguarding and promoting the welfare of the children, whilst in the nursery environment, is a priority taken very seriously.

Spaces for the nursery are filled from a waiting list of registered children with no restriction on catchment area. Priority for places is given to children with special educational needs and then to siblings of children who have attended the nursery. There is no restriction in terms of colour, race, disability, religion or ethnicity. As a charity the Nursery offers two free places (4 day morning places) per year and also has a hardship fund to the equivalent of a further place available to parents who are unexpectedly unable to fund their fees. This can be split to benefit more than one family.

The objectives of the nursery for this year were to

Encourage each child to develop and achieve the goals of the Early Years Foundation Stage through the project work and the varied and innovative activities of the nursery therefore advancing their education

ACHIEVEMENTS AND PERFORMANCE

The year 2011-12 was another busy and productive year at the Nursery, with many exciting activities for the children, and fundraising and social activities organised by the Parents' Management Committee.

The work of the nursery has evolved to capture the latest Early Years Foundation Stage Curriculum. The Early Years Foundation Stage curriculum has just undergone a review to streamline it. The number of Early Learning goals has been reduced from 69 to 17.

The former six areas of learning have now been divided into three 'prime' areas, Personal and Social Development, Communication and Language and Physical Development and four 'specific' areas, Literacy, Mathematics, Understanding the World and Expressive Arts and Design.

A Progress check at age two has been introduced whereby the staff now review children's progress when a child is aged between two and three. A short written summary is provided to parents, highlighting achievements and areas to work on.

Personal and Social Education includes skills such as sharing, turn-taking and co-operative play as well as self-help skills.

Communication and Language covers the skills of speaking and listening. Physical development involves both gross motor skills such as climbing, balancing, ball skills and pedalling, and fine motor skills such as pen and scissor control.

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

Numeracy covers activities such as matching, sorting, 1 to 1 counting, ordering, adding and taking away and learning about the properties of shape.

Understanding of the World, encompasses science, construction and exploration of materials as well as history, geography and cultural studies.

The Creative area of the curriculum includes art in two and three dimensions, music, singing and use of instruments, movement and drama, imaginary and role play

This year the nursery organised trips to our local bakers in connection with our Harvest topic, to Kew Gardens and to Holly Lodge Educational Centre in Richmond Park.

The nursery benefits greatly from the enthusiastic and well qualified team who are continuing to increase their professional qualifications. One member of staff has taken the second part of her MA course and another embarked on her MA course. All the staff renewed their Child Protection training in an in-house session. Our additional administrator continues to provide a presence in the office in the afternoons and provide staff cover in the nursery when necessary. The nursery had several students over the year which provides the students with great experience and the nursery with additional help and enthusiasm. The nursery also had work experience pupils from local schools which gives these pupils a flavour of what working in a nursery is like. The nursery provides an ideal setting for the students to gain experience in a very child centered environment. This all helps to keep an extremely favourable staff pupil ratio

The Nursery has always benefitted greatly from parental involvement, with a wide selection of nationalities represented amongst our families. Parents have come in to tell stories, run cookery activities or talk about cultural traditions. One parent came in to tell a story in Russian to the children, another, a professional chef, to do cookery activities with the children, cooking sprouts with a lovely cranberry and orange sauce.

The nursery continued working towards our Eco Schools Green Flag Status. There was a Saturday gardening session, and Surrey heritage apple tree was planted. Teams of children were involved in looking into many aspects of the nursery's environment, from water and electricity use to recycling and composting rubbish. Two road safety training sessions led by a Council Traffic Safety officer were organised for the children, one about walking and one about scooters. This provides the children with very important information for their safety.

At the Christmas concerts the parents ran a cake stall and the big parents' social and fundraising event of the year was our Christmas auction. The money raised completed the fundraising for the playground canopy. The canopy has now been installed and provides a fantastic all weather outdoor space.

Parents arranged a Quiz Night for the Spring Term social and again ran a stall at the May Fair, and the money raised went towards the next project, the toilet and cloakroom refurbishment.

THE MARIA GREY NURSERY SCHOOL

DIRECTORS' REPORT continued

All the improvements made to the nursery year by year provide a lasting legacy that will be enjoyed by generations of children to come. Over the last ten years the facilities have been extended to include the conservatory, the 'Green Room', the redesign of the garden, new play equipment and fixtures, a security upgrade, a new garage, the addition of the first floor rooms as well as the playground canopy. All this has been facilitated by the generosity of previous parents in organising wonderful fundraising activities.

The refurbishment of the toilets project is for the much-needed redesign of the current toilet and kitchen areas to provide improved and more spacious toilet and hand washing facilities for the children. Donations and funds raised previously amount to £11k. The possibility of getting some corporate donations is to be investigated.

The toilet refurbishment project will be the main fundraising challenge for the coming year.

FINANCIAL REVIEW

The Nursery's finances have returned to a stronger standing. The nursery has been almost full for the whole year even with the additional spaces facilitated by the first floor. The fundraising has completed the funds required for the canopy for the playground. The income from the increased capacity has strengthened the cash flow. Huge progress has been made in returning the liquid unrestricted reserves to an acceptable level.

RESERVES POLICY

A policy has been established whereby the unrestricted funds not designated or invested in fixed assets held by the charity should be able to cover as a minimum the notice periods of all the staff (currently a requirement of £36.5k) but will be expected to be higher than this to allow for working capital requirements of running the nursery and continued investment in the fabric and equipment of the nursery. The unrestricted reserves total at the end of August 2012 has improved to a total of £36.6k and we have restricted funds of £11k for the toilet and washroom refurbishment. We need to improve this unrestricted reserve further to meet the additional requirements but the first step of covering the staff notice period has been achieved.

RESULTS

The nursery's gross income before expenditure of £341k was up on last year by £53.1k mostly relating to the increase in fees £35k and grants relating to fees £15.3. This reflects the improvement in filling the spaces created by the first floor from the first year when the facility was not available from the beginning of the academic year.

THE MARIA GREY NURSERY SCHOOL
DIRECTORS' REPORT continued

Resources expended increased to £328 1 up on last year by £45.5. This mainly relates to the increase in salary costs of £31k, an increase in maintenance costs £3.1k, an increase in spending on the supplies and equipment in the nursery of £2.9k, an increase in computer costs £2.6k mostly relating to the replacement of two laptops and a desktop and the increase in training costs £2.9k relating to partly funding the studies of the two MA students which are now not funded by the council. The increase in maintenance costs relates to the new electric cable which was urgently required, the costs of this were partly funded by prior year provisions in the sinking fund which have all now been used up. The increase in spending on equipment reflects the low levels on spend on equipment last year as most of the equipment costs in 2011 were capitalised as part of the First floor refurbishment project. There were two bad debts that were written off amounting to £1.3k but deposits were retained against these lowering the total loss to the nursery.

The surplus of income over expenditure for the year was £12.8.k up £7.6k from last year.

Included in the above, the fundraising events produced a healthy £6.3k with the Xmas social event bringing in £4.9k, the May Fair £1.2k with other smaller events bringing in the remainder. A total of £13.5k has been set aside for the canopy from this and prior year fund raising.

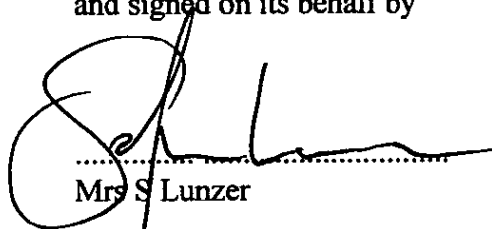
DIRECTORS AND THEIR INTERESTS

The directors who served during the year were as follows:

A. Darragh
M. Fulton
E. Lorriman
M. Nemeth
S. Van Rooyen
L. Williams

The directors have prepared this report in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the board on 8th May 2013
and signed on its behalf by



.....
Mrs S Lunzer
Director

THE MARIA GREY NURSERY SCHOOL
STATEMENT OF FINANCIAL ACTIVITIES incorporating the income and expenditure
account

For the year ended 31st August 2012

	Notes	2012 Unrestricted Funds £	2012 Restricted Funds £	2012 Total Funds £	2011 Total Funds £
Voluntary income		1,024		1,024	1,524
Activities for generating funds		7,227	1,214	8,441	5,148
Nursery activities		331,421		331,421	280,972
Interest receivable		71		71	260
Total incoming Resources	4	339,743	1,214	340,957	287,904
Costs of generating funds		2,073		2,073	1,210
Nursery costs		313,853	10,666	324,519	279,900
Governance costs		1,500		1,500	1,500
Total Resources Expended	5	317,426	10,666	328,092	282,610
Net Income and (Expenditure)		22,317	-9,452	12,865	5,294
Total before Transfers					
Gross transfers between funds					
Net Incoming/ (Outgoing) resources		22,317	-9,452	12,865	5,294
Total Funds brought forward		36,250	49,363	85,613	80,319
Total Funds carried forward		58,567	39,911	98,478	85,613

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

THE MARIA GREY NURSERY SCHOOL
BALANCE SHEET as at 31st August 2012

		2012 Total Funds	2011 Total Funds
FIXED ASSETS			
Tangible assets	8	37,430	51,810
CURRENT ASSETS			
Debtors	9	13,029	16,465
Cash at bank and in hand		157,723	126,119
TOTAL CURRENT ASSETS		170,752	142,584
CREDITORS Amounts falling due within one year	10	109,704	108,781
NET CURRENT ASSETS		61,048	33,803
TOTAL ASSETS LESS CURRENT LIABILITIES		98,478	85,613
CREDITORS: Amounts falling due after more than one year	11		
NET ASSETS	12	98,478	85,613
FUNDS OF THE CHARITY:-			
UNRESTRICTED		45,074	32,416
DESIGNATED		13,493	3,834
RESTRICTED		39,911	49,363
TOTAL FUNDS	13	98,478	85,613

For the year ended 31st August 2012 the company was entitled to exemption from the requirement to have an audit under the provisions of section 475 and 477 of the Companies Act 2006.

The directors state that the members have not required the company to obtain an audit of the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibility for complying with the requirements of this Act with respect to accounting records and the preparation of accounts which 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 Statement of Financial Activities (including the income and expenditure report) for the Financial Year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 so far as applicable to the company.

These accounts have been prepared in accordance with the special provision of Part 15 of the Companies Act 2006 relating to small companies

Approved by the Board of Directors on 8th May 2013 and signed on its behalf by:

Sofia Lunzer  Director

THE MARIA GREY NURSERY SCHOOL
NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012

Note 1 BASIS OF PREPARATION

The financial statements have been prepared on the basis of historic cost in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in March 2005, and with accounting standards and with the Charities Act 2006 and Companies Act 2006.

The directors have a reasonable expectation that the charity has adequate resources to continue in operation for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

Note 2 PRINCIPAL ACCOUNTING POLICIES

INCOMING RESOURCES

Recognition of incoming resources are included in the SOFA when the nursery becomes entitled to the resources, *the directors are virtually certain they will receive the resources* and the monetary value can be measured with sufficient reliability. Nursery Fees are recognised in the year that the children attend the nursery and the corresponding government grant is recognised in line with this. Where incoming resources have related expenditure the incoming resources and related expenditure are reported gross in the SOFA.

Grants and Donations are only included in the SOFA when the nursery has unconditional entitlement to them.

Gifts in kind are accounted for at a reasonable estimate of their value to the nursery or the amount actually realized. Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the nursery. Gifts in kind for use by the nursery are included in the SOFA as incoming resources when receivable.

Donated services and facilities are only included with an equivalent amount in resources expended where the benefit to the nursery is reasonably quantifiable measurable and material.

EXPENDITURE AND LIABILITIES

Liabilities are recognised as soon as there is a legal or constructive obligation committing the nursery to pay out resources.

Governance costs include costs of preparation and examination of statutory accounts.

ASSETS

Tangible fixed assets for use by the nursery are capitalised if they can be used for more than one year and cost at least £1000. They are valued at cost or if gifted at the value to the nursery on receipt.

THE MARIA GREY NURSERY SCHOOL
NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012

FUND ACCOUNTING

Unrestricted funds are funds which are available at the discretion of the directors in furtherance of the general objectives of the nursery and which have not been designated for other purposes. Designated funds are funds set aside by the directors out of unrestricted funds for specific future purposes or projects. Any amounts not utilised are carried forward where the specific purpose or project remains part of the nursery's objectives.

Restricted Funds are funds which are restricted by the donor or grant maker for a certain purpose e.g grants for purchase of fixed assets. If the grant has only partly funded a fixed asset the balance of the funding of the fixed asset has been transferred from the unreserved funds to the reserved funds. The asset will be accounted for in the fund and the asset value will be reduced as the asset is depreciated.

Note 3 CHANGES TO PRIOR YEAR ACCOUNTS

No changes have been made to the accounts for previous years.

Note 4 ANALYSIS OF INCOMING RESOURCES

Voluntary Income:-	2012 £	2011 £
Donations	20	1,036
Social Deprivation Grant	1,004	488
Total Voluntary Income	1,024	1,524
Activities for Generating Funds:-	2012 £	2011 £
Fund raising activities	8,441	5,148
Nursery Activities	2012 £	2011 £
School Fees	203,384	168,428
Grants received as partial funding for the fess	97,071	81,734
Registrations and deposits retained	4,850	6,400
Grant received for Rental of Premises	18,250	18,250
Grant for Capital Projects		
Other grants	6,760	5,320
Other reimbursements for Nursery activities	1,106	840
Total Nursery activities	331,421	280,972

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012****Note 4 ANALYSIS OF INCOMING RESOURCES continued**

Investment Income	2012	2011
	£	£
Interest Receivable	71	260

Note 5 ANALYSIS OF RESOURCES EXPENDED

Activities for Generating Funds:-	2012	2011
	£	£
Fund raising expenses	2,073	1,210

Nursery Activities	2012	2011
	£	£
Salaries, Wages, Ni, pensions and Temp costs	246,543	215,491
Rent	18,250	18,250
Hardship/bad debt fund	1,330	
Maintenance and sinking fund contributions	6,684	3,633
Insurance	1,380	1,444
Depreciation	14,380	14,482
Electricity, telephone & broadband	4,774	4,167
Cleaning	6,747	7,442
Piano	2,762	2,567
Classroom supplies and small equipment	9,113	6,205
Office Supplies	2,674	1,926
Accounting & Legal re budgeting/cash fcast	1,000	1,000
Advertising	115	165
Staff Training & study grant payments	3,034	150
Miscellaneous Nursery expenses	5,733	2,978

Total Nursery activities	324,519	279,900
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Governance Costs	2012	2011
	£	£
Accounting	1,500	1,500
Total Governance Costs	1,500	1,500

THE MARIA GREY NURSERY SCHOOL
NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012

Support costs are included in the activities of the Nursery and all the governance costs are support costs. There are no support costs included in fundraising. Support costs in total were £44.2k for 2012 and £37.4k for 2011. The majority of support costs relate to the costs of the office and the administrators who look after bookkeeping, payroll, invoicing, control of places for the nursery and supporting the nursery and its staff and the administration of any refurbishment projects.

Note 6 DETAILS OF CERTAIN ITEMS OF EXPENDITURE

TRUSTEES EXPENSES

Trustees were not paid expenses.

FEES FOR EXAMINATION OF THE ACCOUNTS

	2012	2011
	£	£
Independent Examiner's fees for reporting on the accounts	500	500
Other fees paid to the independent examiner for assistance with preparing statutory accounts and budgets	2000	2000

Note 7 EMPLOYEES AND DIRECTORS

The average number of employees, including directors of the company during the year and their aggregate emoluments were as follows:

	Number	Wages & Salaries	National Insurance	Pension Contrib'n	Total
		£	£	£	£
Year ended 31st August 2012	9	221,056	19,894	5,593	246,543
Year ended 31st August 2011	9	192,605	16,873	5,593	215,071

All employees work within the charitable activity. Pension contributions are offered to all staff from 1.9.07, by way of a defined contribution to each individual's stakeholder pension plan. The contribution from the nursery is 4%.

In addition there were temporary staff costs of £0.0k in 2012 compared to £0.4k in 2011.

The average number of full time employees is 7 for 2012 and 7 for 2011.

There are no employees with remuneration over £60,000

THE MARIA GREY NURSERY SCHOOL
NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012

Note 8 TANGIBLE FIXED ASSETS

	Fixtures Fittings & Equipment	Office/Nursery Buildings	Total Fixed Assets
	£	£	£
At 1st September 2011	102,076	18,598	120,674
Additions			
Transfers			
At 31st August 2012	<u>102,076</u>	<u>18,598</u>	<u>120,674</u>
DEPRECIATION			
At 1st September 2011	59,566	9,298	68,864
Charge for year	12,520	1,860	14,380
At 31st August 2012	<u>72,086</u>	<u>11,158</u>	<u>83,244</u>
NET BOOK VALUE			
At 31st August 2012	29,990	7,440	37,430
At 31st August 2011	42,510	9,300	51,810

Depreciation

Depreciation is calculated to write off the cost of fixed assets in equal annual installments at the following rates.

Office/Nursery Buildings	10%
Fixtures, fittings and equipment	20%

Computers are being written off in one year as technology is changing rapidly. The refurbishment has been included in fixtures and fittings and equipment. This will be depreciated over 5 years in line with the new 5 year lease commencing in October 2010 and in line with other fixtures and fittings.

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012****Note 9 DEBTORS AND PREPAYMENTS**

Amounts Falling Due within one year

	2012 £	2011 £
Trade debtors	11,736	15,197
Accrued income	476	
Prepayments	817	1,268
	<u>13,029</u>	<u>16,465</u>

There were no debtors falling due after one year

Note 10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Deposits held for Parents	15,750	14,000
Other creditors	6,245	5,204
Accruals	13,963	12,480
Deferred income	73,746	77,097
	<u>109,704</u>	<u>108,781</u>

Deferred income relates to the fees invoiced in the summer for the autumn term of the next financial year. The amount for 2011 was £77,097 and is included in the fee income for the 11/12 financial year. The amount for 2012 is £73,746.

Note 11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

There are no longer any creditors falling due after more than one year.

Note 12 ANALYSIS of NET ASSETS BETWEEN FUNDS

	Unrestricted Fund	Restricted Fund	Total Fund
Fixed assets	8,493	28,936	37,430
Current Assets	159,778	10,975	170,752
Current Liabilities	109,704		109,704
Net Assets at 31/8/12	<u>58,567</u>	<u>39,911</u>	<u>98,478</u>

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012****Note 13 MOVEMENTS IN FUNDS**

	As at 31/08/2011	Incoming Resources	Outgoing Resources	Transfers	As at 31/08/2012
Reserved Funds:-					
First Floor refurbish	36,541		9,135		27,406
Security Equipment	3,061		1,531		1,530
Toilet refurbishment	9,761	1,214			10,975
Total Reserved Funds	49,363	1,214	10,666	0	39,911
Unrestricted Funds:					
Designated Funds	3,835	11,732	2,073		13,494
General Funds	32,415	328,011	315,353		45,073
Total Funds	85,613	340,957	328,092	0	98,478

Note 14 PREMISES

The school premises in Friars Stile Road are owned by Richmond Council. The school has a five year lease with effect from October 2010. The rent is £18,250 per annum including the first floor premises. The nursery has made provision for repairs in the accounts for an annual sum of £1,500. The school has received a rent subsidy grant of an equal amount to the rent.

Note 15 TRANSACTIONS WITH RELATED PARTIES**a. Remuneration and benefits**

The directors are not remunerated for their contribution

b. Other transactions with Directors or related parties

All directors are parents with children at the nursery and therefore pay fees to the nursery for the service their children receive. This is all done at arm's length. The table below shows the amounts involved for each director.

Name of Director	Value invoiced in 11/12	Value invoiced in 10/11
A. Darragh	1,528	4,976
M. Nemeth	461	4,740
S. Van Rooyen	1661	1,147
L.S.P. Williams	461	3,580

THE MARIA GREY NURSERY SCHOOL**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st August 2012****Note 16 ADDITIONAL DISCLOSURES****AMOUNTS HELD ON BEHALF OF THIRD PARTIES**

The nursery holds a deposit for each child's place in the nursery and these are returned at the end of the child's education at the nursery. If a child leaves without giving the requested notice period the deposit is retained. The deposits are held in a separate bank account and there is a corresponding liability shown on the balance sheet for the same amount.

The balances included in cash at bank are shown below for the respective years:-

	2012	2011
	£	£
Deposits held on behalf of parents	15,750	14,000

ANALYSIS OF GOVERNMENT GRANTS

	2012	2011
	£	£
Government Grant contribution to school fees	97,071	81,734
Grant for Rent	18,250	18,250
Grant for student placements	50	100
Gardening Equipment Grant	100	
Grant for additional cover	840	
Grant for salary enhancement	5,770	5,220
Social Deprivation Grant	1,004	488
Total Grants	123,085	105,792

Government Grant contribution to school fees is applicable to children who are 3 and 4 years old and provide a subsidy to the parents but is paid directly to the nursery reducing the parents contribution to the fees. The salary enhancement Grants are paid out to staff members who are studying for early years qualifications.

Independent Examiner's Report to the Directors of the Maria Grey Nursery School

I report on the accounts of the company for the year ended 31st August 2012 which are set out on pages 1 to 19

Respective responsibilities of directors and examiner

The directors are responsible for the preparation of the accounts; the directors consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) as amended by the Charities Act 2006 does not apply and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination. (The gross income is greater than £250,000 and I as a FCMA am eligible to carry out the examination), it is my responsibility to

Examine the accounts under section 43 of the 1993 Act

To follow the procedures laid down by the general Directions given by the Charities Commission under section 43(7)(b) of the 1993 Act; and

To state whether particular matters have come to my attention

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as directors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts presents a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements -
to keep accounting records in accordance with section 386 of the Companies Act 2006: and to
prepare accounts which accord with the accounting records and to comply with the
accounting requirements of section 396 of the Companies Act 2006 and the methods and
principles of the Statement of Recommended Practice: Accounting and Reporting by
Charities

Have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper
understanding of the accounts to be reached.

Alison Williamson BA, FCMA, CGMA
38 Roehampton Gate, London, SW15 5JS

 8th May 2013