

REGISTRARS COPY

Company Registration No. 2784298 (England and Wales)

KING SOLOMON HIGH SCHOOL, REDBRIDGE
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004
CHARITY NUMBER: 1016868



KING SOLOMON HIGH SCHOOL, REDBRIDGE

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KING SOLOMON HIGH SCHOOL, REDBRIDGE

GOVERNORS' REPORT FOR THE YEAR ENDED 31 MARCH 2004

The governors present their report and the financial statements for the year ended 31 March 2004.

King Solomon High School, Redbridge is a company registered under the Companies Act 1985, limited by guarantee and not having a share capital. It is a registered charity having a registration number 1016868 and is not liable to UK taxation, as it has no taxable activities.

Principal activities and objects

King Solomon High School is a voluntary – aided secondary school.

The object of the company is to further the education, including religious, social and physical training, of children attending the school under the religious direction of the chief Rabbi and in accordance with the aims of the school by promoting:

- High standards of academic excellence in both Jewish and secular subjects; and
- Jewish beliefs, values and tradition wherever possible via the employment of Jewish teachers and with all teaching staff subscribing to and conforming with the aims of school.

Results and dividends

The results for the year are set out on page 4.

Organisation structure, directors and their interest

The governors, who are also the trustees of the charity (and the directors for the company) for the purposes of charity law, who served during the year were:

Michael Goldstein (resigned 27.2.04)
Patricia B. Stanton

No governors received any emoluments during the period in respect of the services performed and there are no governors' interests, which require disclosure under the Companies Act 1985.

Investment powers

Under the memorandum and articles of association, the company has power to invest funds which are not immediately required for its purpose and which the governors see fit in furtherance of the company's objectives.

Reserve policy and risk management

The governors consider that the company's reserves are adequate to meet its day to day expenditure and in the event of a shortfall they have access to sufficient resources to meet any deficit. In this respect they do not consider it necessary to set a minimum as the company's free reserves.

The governors have reviewed all the major risks including operational and business risks, which the company may face and confirm that we have established systems to mitigate those that are significant.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing the re-appointment of Deitch Cooper as auditors of the company will be put to the Annual General Meeting.

KING SOLOMON HIGH SCHOOL, REDBRIDGE

GOVERNORS' REPORT FOR THE YEAR ENDED 31 MARCH 2004

Governors' / Directors' 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 fund disclosures of the charitable company for that period. In preparing those financial statements, the governors are required to:

- select suitable accounting policies and then 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 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 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the Board



.....
Mark J. Roberts
Director

August 24, 2005

KING SOLOMON HIGH SCHOOL, REDBRIDGE

AUDITORS' REPORT TO THE MEMBERS OF KING SOLOMON HIGH SCHOOL, REDBRIDGE

We have audited the financial statements of the King Solomon High School, Redbridge, on pages 4 to 8 for the year ended 31 March 2004. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, 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 auditor's 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 as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors / governors and auditors

As described in the statement of governors' responsibilities on page 2, the company's directors are responsible for the preparation of 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 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 company is not disclosed.

We read the governors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

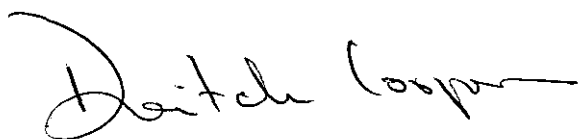
Basis of audit opinion

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 financial statements. It also includes an assessment of the significant estimates and judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We have 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 company's affairs as at 31 March 2004 and of its incoming resources and application of resources for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Deitch Cooper

Registered Auditors

August 24, 2005

54-58 High Street
Edgware
Middlesex
HA8 7EJ

KING SOLOMON HIGH SCHOOL, REDBRIDGE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2004

		Unrestricted Funds	
	Notes	2004 £	2003 £
Incoming resources			
Incoming resources from charitable activities		304,049	328,395
Incoming resources from generated funds:			
Investment income		79	-
Other income		39,957	-
Total incoming resources		<u>344,085</u>	<u>328,395</u>
 Resources expended			
Governance costs	2	<u>344,492</u>	<u>310,378</u>
Total resources expended		<u>344,492</u>	<u>310,389</u>
 Net (outgoing)/incoming resources before transfers	3	(407)	18,017
 Reconciliation of funds:			
Total funds brought forward		<u>422,995</u>	<u>404,978</u>
Total funds carried forward	8	<u>422,588</u>	<u>422,995</u>

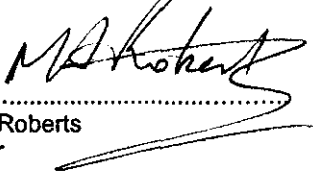
KING SOLOMON HIGH SCHOOL, REDBRIDGE

BALANCE SHEET AS AT 31 MARCH 2004

	Notes	£	2004 £	£	2003 £
Fixed assets					
Tangible assets	4		6,746,371		6,720,865
Current assets					
Debtors	5	21,527		3,535	
Cash at bank and in hand		<u>13,379</u>		<u>10,410</u>	
		34,906		13,945	
Creditors: amounts falling due within one year	6	<u>(61,024)</u>		<u>(14,150)</u>	
Net current liabilities less current liabilities			<u>(26,118)</u>		<u>(205)</u>
Total assets less current liabilities			<u>6,720,253</u>		<u>6,720,660</u>
Capital and reserves					
Restricted funds	8, 9		6,297,665		6,297,665
Unrestricted funds	8, 9		<u>422,588</u>		<u>422,995</u>
			<u>6,720,253</u>		<u>6,720,660</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on August 24, 2005.


Mark J. Roberts
Director

KING SOLOMON HIGH SCHOOL, REDBRIDGE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004

1. Accounting Policies

1.1 Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), Companies Act 1985 and Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2000) issued by the charity commission.

1.2 Reserves

The general fund is available to enable King Solomon High School to sustain its operations and activities. The building and equipment fund represent funds, which were set aside to be used for the construction of the new building and acquisition of building and school equipment. A significant portion of general fund was also used towards the construction of new building and acquisition of equipment.

1.3 Incoming resources

Income from donations, voluntary parental contributions, covenants and gift aid includes receipts from fund raising events. Voluntary income, together with the resulting tax credit from both covenants and gift aid, is credited directly to the income and expenditure account.

1.4 Resources expended

Resources expended are including in the statement of financial activities on an accrual basis, inclusive of any VAT, which cannot be recovered.

1.5 Tangible fixed assets and depreciation

Long leasehold land is not depreciated. No depreciation is provided on long leasehold buildings. It is the company's practice to maintain these assets in a continual state of sound repair and to extend and make improvements from time to time, the costs of which are written off to the income and expenditure account as incurred. Accordingly, the directors consider the life of these assets as so long as their residual values, based on prices prevailing at the time of acquisition or subsequent valuation, are so high that any depreciation is insignificant. The carrying value of properties is considered annually by the directors and any diminution in the value of such properties is charged to the income and expenditure account.

Depreciation is calculated to write off the cost of other tangible fixed assets by equal annual instalments over their expected useful lives. The principal rate used is:

Fixtures & fittings - 25% straight line

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

KING SOLOMON HIGH SCHOOL, REDBRIDGE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004

2. Governance costs

	2004 £	2003 £
Staff costs	277,195	281,444
Reallocation expenses	10,500	-
Security	5,442	18,301
Training	-	1,495
Printing, postage and stationery	273	-
Insurance	1,791	1,346
Computer maintenance	920	821
Travel and subsistence	2,094	-
Catering	4,028	-
Audit fees	3,819	2,174
Payroll and accounting fees	1,149	1,092
Consultancy fees	600	-
Sundry expenses	25,374	15
Bank charges and interest	2,805	3,690
Depreciation on equipment	8,502	-
	<u>344,492</u>	<u>310,378</u>

3. Net (outgoing) / incoming resources

	2004 £	2003 £
Net (outgoing) / incoming resources is stated after charging:		
Auditors' remuneration	3,819	2,174
Depreciation on equipment	<u>8,502</u>	<u>-</u>

4. Tangible fixed assets

	Leasehold properties £	Fixtures & fittings £	Total £
Cost			
At 1 April 2003	6,720,865	982,253	7,703,118
Additions	-	34,008	34,008
At 31 March 2004	<u>6,720,865</u>	<u>1,016,261</u>	<u>7,737,126</u>
Depreciation			
At 1 April 2003	-	982,253	982,253
Additions	-	8,502	8,502
At 31 March 2004	-	<u>990,755</u>	<u>990,755</u>
Net book value			
At 31 March 2004	<u>6,720,865</u>	<u>25,506</u>	<u>6,746,371</u>
As 31 March 2003	<u>6,720,865</u>	<u>-</u>	<u>6,720,865</u>

The directors are of the opinion that the current market value of the buildings does not materially differ from the cost, as shown above.

KING SOLOMON HIGH SCHOOL, REDBRIDGE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004

5. Debtors

	2004 £	2003 £
Other debtors	2,000	2,000
Prepayments and accrued income	19,527	1,535
	<u>21,527</u>	<u>3,535</u>

6. Creditors: amounts falling due within one year

	2004 £	2003 £
Bank loans and overdrafts	-	43
Other creditors	55,031	-
Accruals and deferred income	5,993	14,107
	<u>61,024</u>	<u>14,150</u>

7. The company operates a defined contribution pension scheme. The net assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable to the fund and amounted to £768 (2003; £5,296).

8. Reserves

	Restricted Funds		General fund	Total
	Building fund £	Equipment fund £	£	£
Balance at 1 April 2003	5,554,120	743,545	422,995	6,720,660
Surplus for the year	-	-	407	407
Balance at 31 March 2004	<u>5,554,120</u>	<u>743,545</u>	<u>422,588</u>	<u>6,720,253</u>

9. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total £
Fund balances at 31 March 2004, are represented by:			
Tangible fixed assets	6,297,665	448,706	6,746,371
Current assets	-	34,906	34,906
Current liabilities	-	61,024	61,024
	<u>6,297,665</u>	<u>422,588</u>	<u>6,720,253</u>

10. Contracts

No capital expenditure has been contracted for at 31 March 2004 (2003; £Nil).

11. Related party transactions

During the year, King Solomon High School (LEA), the charity's governing body, incurred expenditure on behalf of the school. The balance owing to them is disclosed in note 6 (under Other Creditors).