

CUMBERLAND LODGE
(A Registered Charity and Company
Limited by Guarantee)
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2010



Charity Registration number: 1108677
Company Registration number: 05383055

CUMBERLAND LODGE**REPORT AND FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 AUGUST 2010**

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TRUSTEES, OFFICERS AND ADVISORS

ADDRESS

Cumberland Lodge
The Great Park
Windsor
Berkshire
SL4 2HP

TRUSTEES

(and directors of the company)

Sir Stephen Wall GCMG LVO (Chairman) (*E N*)
Lynne Berry OBE (*M*)
Neil Clarke (*A*)
Sir Graeme Davies FREng
Professor Malcolm Evans OBE (appointed Feb 2010) (*C*)
Sir John Gieve KCB (*E*)
The Revd Robin Griffith-Jones
Joanna Kennedy OBE FREng (*A*)
Professor Tom Kirkwood CBE
David Lunn OBE (*E*)
Dame Elizabeth Neville DBE QPM (*A E*)
John Pool (*E*)
The Rt Hon Baroness Prashar of Runnymede, PC CBE (*M*)
James Stewart OBE (*E*)
Moira Stuart OBE
Salley Vickers
The Lord Waldegrave of North Hill, PC
The Revd Dr Ralph Waller

(*E* - Member of the Executive Committee)
(*A* - Member of the Audit Committee)
(*N* - Member of the Nominations Committee)
(*C* - Member of the Academic Consultative Committee)

HONORARY TREASURER

John Pool

PRINCIPAL

Dr Alastair Niven OBE

BURSAR

Martin Newlan

BANKERS

HSBC Bank Plc
105 Mount Pleasant
Tunbridge Wells
Kent TN1 1QP

SOLICITORS

Farrer & Co. LLP
66 Lincoln's Inn Fields
London WC2A 3LH

AUDITORS

Haysmacintyre
Fairfax House
15 Fulwood Place
London WC1V 6AY

INVESTMENT MANAGERS (from January 2011)

Kleinwort Benson,
30 Gresham Street,
London EC2V 9PG

A confident outcome to a challenging year

With all the unsettlement resulting from the recession and anticipated public sector cuts I did not expect to reach the end of my first year as Chairman of Cumberland Lodge overseeing a better financial situation than last year's. It is a tribute to the diligent monitoring of my fellow trustees and to the skilful management of the staff that this has nonetheless been the case. I am able to present alongside this Report a strong financial statement, mainly brought about by the level of bookings we have had – many of them return visits from organisations keen to repeat their happy experience of earlier stays at the Lodge.

We have been well supported this year by a number of sponsors and donors, to all of whom we are enormously grateful. The John S. Cohen Family Charitable Trust, the PF Charitable Trust, the University of London Convocation Trust, Coutts and Co, Gray's Inn, the Inner Temple, Lincoln's Inn, the Rt. Hon. Lord Lloyd of Berwick and Mrs Coral Samuel were among those who generously contributed to the Lodge's core work, which is to bring together young people to discuss social and ethical matters for the benefit of society. Their backing allowed us to provide subsidy for over five thousand students or people in training to take part in events here. In addition, we received valued commitments of support for our programme of conferences from Arts Council England, Arup, the Esmée Fairbairn Trust, the Rayne Trust, Reliance Security Task Management, the Round Table, the Sir Ernest Cassell Educational Trust and Telefonica.

A changing landscape, inside and out

Aerial photographs show how most of the roads and avenues of trees in Windsor Great Park radiate out from the Lodge. We are surrounded by unrivalled open space, many oak trees which are centuries old, and gardens which since the employment this year of an experienced new gardener have begun to re-capture some of their former glory. It is in such surroundings, conducive to reflection, that practical decisions can be taken and good debate can flourish. We have put a lot of effort this year in to nursing our new rose garden, taking command of an area close to the Lodge known colloquially as 'the wilderness', and upgrading our forecourt. We were particularly delighted to be able to restore our handsome eighteenth-century clock tower, which presides over the best architecture among our buildings. This has been accompanied by refurbishing many bedrooms, painting the main upper level corridor, and re-hanging much of our historic art and photographic collection. Emphasis was placed this year on upgrading our fire protection and extending our provision for disabled people.

Last year I reported that the Privy Purse had made over Studio Cottage to the care of the Lodge. During the course of this year Her Majesty The Queen, our Patron, came to see it after our Trustees had overseen its modernisation and re-decoration. It is now the home of the Principal and his family.

Visitors old and new

Once again we played host to university groups from many parts of the country, to charities, learned societies, the National Health Service, all the Inns of Court, to some corporate companies and to occasional personal anniversaries and celebrations. Ours is an ethical foundation and we never cease to ensure that what goes on at the Lodge is fit for purpose. During the year the Maxwell Society of King's College, for example, came to the Lodge for the sixtieth year running. Many groups have been coming for almost as long. However, it is also rewarding to take enquiries from organisations new to us, many of whom are following up recommendations made to them about the suitability for their purposes of what we offer. Among these we welcomed for the first time this year were the Allied Museum of Berlin, the Association for Commonwealth Literature and Language Studies, the British Association for the Study of Spirituality, the Catholic Bishops Conference, the Chartered Institute of Building Services, Creative Junction, Inspire, the MRC Centre for Neurodegeneration, the Mullard Space Science Laboratory, and the Royal British Legion. Many of their gatherings were international in character.

CUMBERLAND LODGE

ANNUAL REPORT 2009-2010

Chairman's Report (continued)

A busy place

As our main source of income comes from our guests, nearly half of whom we subsidise, it is essential to the Lodge's well-being that we keep as fully occupied as possible. Although some of our guests stay for over a week – an example being the now annual visit in early September of Royal Collection Studies – the average stay is only two nights. We calculate our occupancy more by the number of bed nights we fill during each month than by the number of individuals staying at the Lodge. The total number of guest bed nights this year was 15,097 of whom 8,516 were students. As students are at the heart of our mission, and because we are cognisant of the pressures upon their budgets, we subsidise their stay with us, as do the visiting institutions themselves. Last year the National Health Service supported 2,213 medical bed nights for doctors in training. The 'medics' who come here do so to discuss the relationship of doctors to the community or to discuss medical ethics, not to study medicine *per se*. Eight weekends this year were reserved for barristers in training and on each occasion we were full.

We were also delighted that there was an increase in the numbers of participants attracted to the conferences we organised ourselves. In all 590 people took part in these. Since we deliberately plan for such occasions to be fairly intimate it is encouraging to see that the demand for these continues to be high.

We have been developing more ability to host non-residential conferences at Cumberland Lodge. This year 3,550 day visitors registered at the Lodge for meetings. This figure is supplemented by the many hundreds who came to see our exhibitions, to attend one of our Cumberland Conversations, or to be part of a group who have requested to see round our historic buildings.

Governance

The Board of Trustees met three times this year, including an all day meeting with sub-committee members when, with Professor John Stopford as our facilitator, we deliberated about the Lodge's strategy, vision and purpose. A new mission statement was published as a result. Professor Malcolm Evans, OBE, Dean of the Faculty of Law at the University of Bristol, assumed the Chair of our Academic Consultative Committee and at the same time became a Trustee. This committee convened four times this year and continued to advise the Lodge on its own programme of conferences, the content of which is described in the Principal's report. The Executive Committee, comprising six Trustees, met four times, and our Audit Committee twice. We also have a steering committee of senior police officers, which gives counsel to the Lodge as it plans its annual Police Conference. This met three times during the year.

Facing ahead

Even though times are tight, Cumberland Lodge is in a healthy state. It hosts or administers a conference, colloquium or public event on all but a handful of days each year. It is normal to see a full car park (fortunately it is a large one and has overflow space). The conferences which we arrange ourselves can influence national planning. Those which are brought here usually achieve the high ambitions which their organisers set for them. We know this because we do more monitoring and self-assessment than before. None of this would be possible without our excellent staff and the commitment of my colleagues on the Board. Together they have made my first full year as Chairman a pleasure.

Stephen Wall
Chairman

CUMBERLAND LODGE

ANNUAL REPORT 2009-2010

Principal's Report

Holding True

In many ways this has been a year of anticipation. After the Lodge's buoyant performance in 2008-9 it was half-expected that looming public sector cuts and recessionary nervousness would have a deleterious effect on our bookings. In fact we ended the year strongly, with none of our worst fears realised. Though responsible stewardship played its part in this, I believe that we saw a loyal return for years of good service to those who regularly stay and work here. Cumberland Lodge is a unique foundation, dedicated to ethical and social discussion, with traditions different in type from any other conference centre and very far from the ethos of a hotel. The university departments, learned societies, Inns of Court, medical deaneries and charitable institutions which most frequently stay at the Lodge are drawn back as much because they share our values as for the pleasantness of our surroundings or the quality of our food, good though these are. It was much appreciated that in a time of national economic difficulty these organisations literally stayed with us, helping us to resist the downturn in business experienced by so many others.

Nevertheless, when times are hard it is incumbent upon us to spread our net as widely as possible, diversifying what we offer. The Lodge's flexibility is one of its attractions. This year, for example, we opened our doors on Sunday nights much more than we had done before, in effect moving from being a six day a week to a seven day operation. This is especially convenient for international gatherings, such as Royal Collection Studies, which have participants flying in at all times from all over the world. We also encouraged non-residential one-day courses and retreats to take place here. Our feedback shows how productive six hours of reflection can be in the tranquil surroundings of Windsor Great Park, as much for corporate companies as for academic institutions.

Cumberland Lodge was founded with a vision, newly encapsulated in the mission statement it adopted this year. Students were at the heart of the enterprise. They remain so today, at a time when many of them are fearful for their employment prospects and anxious about their financial obligations. We believe that their visits to the Lodge give them a chance to widen their contacts and to stand back from their immediate studies to contemplate a bigger picture. This is so whether they come for a departmental three-day stay, as nominees of their universities to take part in our annual Ph.D. conference, or to enjoy the Christmas weekend designed especially for them. It is what King George VI and Queen Elizabeth intended when they first proposed the use of Cumberland Lodge in this way in 1947. I have no doubt, however, that the King and Queen would also approve the manner in which the Lodge has, without reducing the number of students who come here each year, embraced within its core purpose so many people from other backgrounds. Holding true to a vision, whilst encouraging others to share it, is no mean achievement.

Being a Team

It would not be possible to maintain this clarity of purpose without the leadership which our Patron and Trustees provide. Her Majesty The Queen paid two private visits to the Lodge this year and continued to meet many of our guests at Matins at the Royal Chapel. The Board of Trustees give consistent encouragement and support. I am equally blessed with the quality of the staff here, no one of whom is in the end a more significant cog in the wheel than anyone else. Rooms would not be clean without good domestic staff; meals would not be prepared without the commitment of an exceptional team of chefs, nor well served without the courteousness of the dining staff. We would not have a growing reputation for sparky and relevant conferences, or public events which are regularly over-subscribed, if we did not have a resourceful and intelligent Programme department. I draw attention to all this not in a spirit of self-congratulation but because I think that the authors of an annual report should from time to time point out that in an organisation such as Cumberland Lodge, no individual is more important than any other.

That said, I must record the gratitude of the Lodge to our latest King George VI Fellow, Amanda Fitzgerald. She took the lead responsibility for two very successful Lodge conferences and was an outstanding presence here for the duration of her time-limited Fellowship. We were also very glad to welcome to the staff Steven Williams, an experienced gardener, who immediately set about transforming our surroundings with a good feel for environmentally sensitive solutions and a practised eye for sympathetic arrangements of flowers and shrubs.

Benefitting the Public

During the course of this year the Lodge organised nine major conferences in our own space and one in London, hosted six exhibitions, invited the public to five distinguished lectures or conversations, inaugurated a new series of recitals for first-time singers, and worked closely with the Windsor Festival. Members of staff spoke at conferences both in this country and abroad. As the list of topics and speakers adjacent to this Report illustrates, our own conferences are on issues of great significance to our society. Three books are likely to appear as a result of these occasions. This year we have examined the relationship of religion and media, the social responsibilities of architects and planners, whether there is a case for the legalisation of drugs, the lingering nostalgia for imperialism, and the place of gardens in the British psyche. We have provided an opportunity for postgraduate students who are on the cusp of achieving their doctorates to think about how to present their research to a wider world, and what prospects face them when they leave the comfort zone of their universities. The police held their 29th annual conference in partnership with Cumberland Lodge, this time examining the fact that by some measures Britain is the most surveilled society on the planet. At the same time we invited enquiry about the limits of law enforcement in an increasingly electronic society. We have celebrated our own history with an extraordinary set of presentations on the great people who have been associated with the Lodge - among them Charles II, John and Sarah Churchill, the Duke of Cumberland, Queen Victoria and Princess Helena, Stanley Baldwin and Edward VIII - that would have graced a world congress of historians. In addition speakers of the quality of Lady Antonia Fraser, Sir Richard Gardner FRS, Philip Jackson, Penelope Lively and Virginia McKenna have given public talks.

During the year we improved our facility for displaying temporary art exhibitions, putting in better lighting and hanging equipment. Sir Hugh Casson's watercolours commissioned for Windsor Festival programme covers were shown together for the first time, one of a number of celebrations of the 40th anniversary of the Festival held at the Lodge. The Oxford Rag Rug Group, work by painters Tony Meats and Gill Robinson, and a selection of flower pictures by members of the Society of Botanical Artists all brought distinction to our public spaces.

We were also particularly pleased to initiate a series of song recitals. Though the first of these was given by the eminent counter tenor James Bowman, the emphasis of the series is on young talent. This is in keeping with our founding purpose of encouraging young people to spread their wings by testing their abilities before 'grown ups'. Doctors and lawyers in training, university students, and the young people who regularly come to the Lodge on work experience programmes are all examples of this, and it has been rewarding to extend these opportunities to young musicians.

A year of growth

My intention in this Report has been to draw attention to the sheer range of what Cumberland Lodge achieves in a year. We are privileged to work here because of the beauty of the place and the distinction of our history: glimpses of both are seen in the film *The King's Speech*, some of which was filmed at the Lodge during the course of the year. The greatest joy, however, is to see how people blossom in the atmosphere of this extraordinary house. Artists and scientists, academics and authors, company directors and bankers, politicians and professionals from every kind of background, left the Lodge this year better for the experience of having been here. We know this from the favourable evaluations they provide and appreciative letters they write afterwards. There is a magic about Cumberland Lodge which it is good to report alongside healthy annual accounts and a record of good governance!

Alastair Niven
Principal

CUMBERLAND LODGE

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Principal's Report (continued)

Cumberland Lodge Conferences 2009-2010

The following is a list of conferences organized by the Lodge, distinct from those bought here by the many organizations we hosted in the year

11 – 13 October, 2009

Religion and the News in association with The Rayne Trust

Conference chairman **Professor Lord Harries of Pentregarth**, former Bishop of Oxford.

Principal speakers: **Dr Muhammad Abdul Bari**, Muslim Council of GB; **Ms Jobeda Ali**, Director, Fair Knowledge; **Simon Barrow**, Director, Ekklesia; **Charlie Beckett**, Director, POLIS; **Andrew Brown**, Editor, The Guardian, Comment is Free; **Zaki Cooper**, Trustee, Council of Christians and Jews, Professor **Malcolm Evans**, Professor of Public International Law, Bristol University School of Law; **Ruth Gledhill**, Religion Correspondent, *The Times*; **Jonathan Heawood**, Director, English PEN, **Prof the Worshipful Mark Hill**, QC, Barrister, Centre for Law and Religion, **Imam Monawar Hussain**, Muslim Tutor, Eton College, **Christopher Landau**, Religious Affairs Correspondent, BBC World Service, **Dr Jolyon Mitchell**, Director of CTPI, University of Edinburgh; **Catherine Pepinster**, Editor, *The Tablet*; **Professor Gurch Randhawa**, Director, Institute for Health Research; **Rabbi Dr Jonathan Romain**, Chair Assembly of Reform Rabbis UK; **James Robbins**, Diplomatic Correspondent, BBC, **The Revd Canon Roger Royle**, former broadcaster and writer, **Revd Ruth Scott**, Priest, writer and broadcaster; **Dr Indarjit Singh**, Director, Network of Sikh Organisations, Rt Rev **Alan Wilson**, Bishop of Buckingham

18 – 20 November, 2009

Hope in the Built Environment?

Architecture and urban space in a time of threat, uncertainty and risk.

Principal speakers **Alan Baxter**, Alan Baxter Integrated Design; **Professor Elizabeth Burton**, School of Health and Social Studies; **Dr Alina Congreve**, School of Real Estate and Planning, University of Reading, **Rory Coonan**, Health Properties Management; **Nick Day**, The Crown Estate, **Spencer de Grey**, Foster + Partners; **Tim Gill**, Writer and Consultant, **Piers Gough**, CZWG Architects LLP; **Simon Henley**, Buschow Henley Architects; **Glenn Howells**, Glenn Howells Architects; **Peter Jacobs**, Bovis Lend Lease, **Charles Landry**, Comedia; **Roger Madelin**, Argent Group PLC, **Anna Minton**, Freelance; **Professor Anne Power**, LSE; **Professor Sue Roaf**, School of the Built Environment, Heriott-Watt University, **Camilla Sheldon**, Eco-towns Programme DCLG; **The Rt Hon Lord Chris Smith of Finsbury**, The Environment Agency; **Joey Tabone**, The Prince's Foundation for the Built Environment, **Victoria Thornton**, Open House; **Mark Watts**, Arup

18 – 20 December 2009

Commonwealth and international students Christmas weekend.

Actors **Tim Hardy** and **Alison Skilbeck**; **Lynne Berry**, Chief Executive of WRVS, **Rupert Bristow**, former Director of Education for Canterbury Diocese

27 – 29 January, 2010

Drugs And Harm: A New Agenda For a New Government?

In association with UK Drugs Policy Commission.

Principal speakers **Dr Angus Bancroft**, Senior Lecturer, University of Edinburgh; **Professor Sheila Bird**, MRC Senior Scientist, University of Cambridge, **Malcolm Dean**, Emeritus *Guardian* writer, **Rt Hon Iain Duncan Smith MP**, Founder, Centre for Social Justice; **Vivienne Evans**, OBE, Chief Executive, Adfam, **Misha Glenny**, Author, **Dr Evan Harris MP**; **Roger Howard**, Chief Executive, UKDPC; **Dr Brian Iddon**, MP, All Parliamentary Drugs Misuse Group, **Dr Axel Klein**, Lecturer in the Study of Addictive Behaviour, Centre for Health Service Studies, **Danny Kushlick**, Head of Policy, Transform, **Rick Lines**, Deputy Director, International Harm Reduction Association, **Dr Fiona Measham**, Senior Lecturer in Criminology, Department of Applied Science, **Professor David Nutt**, Neuropsychopharmacology, Imperial College, London, **Ben Page**, Chief Executive, Ipsos MORI UK and Ireland; HH Judge **Daniel Pearce-Higgins QC**, Circuit Judge, Worcester Combined Court Centre, **Dr Marcus Robert**, Director of Policy, DrugScope, **Professor John Strang**, Director, National Addiction Centre, **Mike Trace**, Chairman, International Drug Policy Consortium; **Dr Sarah Wilson**, Lecturer in Sociology, University of Stirling, **Niamh Eastwood**, Deputy Director, Release.

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Principal's Report (continued)

15 March 2010

Greatness Gossip and Ghosts: The Private Life of a Country House

Principal speakers: **Dr Justin Champion**, Professor of the History of Early Modern Ideas, Department of History, Royal Holloway University of London, **Dr Christopher Duffy**, military historian; **Walter James**, former Principal, Cumberland Lodge; **Ophelia Field**, author, **Judith Poore**, author; **Lady Roberts**, Librarian and Curator of the Print Room, The Royal Collection, The Royal Library; **Hugo Vickers**, author; **Sir Roger Young**, former Resident Tutor, Cumberland Lodge, **Philip Ziegler**, historian and author

23- 25 April 2010

***The 29th Annual Police Conference
Surveillance and the Limits of Law Enforcement***

Principal speakers **Professor Ross Anderson**, Professor of Security Engineering Cambridge Computer Lab; **Sir Norman Bettison**, CC West Yorkshire, **Lord Bichard**, Director Institute for Government, **Dr Ian Brown**, Research Fellow Oxford Internet Institute, **Shami Chakrabarti**, Director Liberty; **Professor Martin Gill**, Professor of Criminology University of Leicester, **Adrian Gorham**, Head of Data Security O2, **Jon Murphy**, Chief Constable, Merseyside, **Rt Hon Sir Christopher Rose**, Chief Surveillance Commissioner Office of Surveillance Commissioners; **Andrew Rowsell**, Divisional Commander, Shrewsbury West Mercia Police; **Isabella Sankey**, Policy Director, Liberty, **Professor Angela Sasse**, Professor of Human Centred Technology, Department of Computer Science, UCL, **Dr Mike Short**, Vice President, Research and Development, O2.

16 – 18 June 2010

Empire and Me: Personal Recollections of Imperialism in Reality and Imagination
In association with The Round Table

Principal speakers **Diran Adebayo**, writer; **Jake Arnott**, writer, **Dr Margaret Busby OBE**, Author, **Meira Chand**, author, **Michelle de Kretser**, author; **Jan Dalley** Arts Editor, *Financial Times*; **Professor Sanjukta Dasgupta**, Dean, Faculty of Arts, Calcutta University; **Dr Ian Duffield** University of Edinburgh; **Cameron Duodu**, writer and journalist; **Nuruddin Farah**, author, **Dr Jack Mapanje**, Visiting Professor York St John University; **Daniel Massa**, Maltese Writer; **Professor Susheila Nasta**, Professor of Modern Literature Editor of *Wasafiri*, Open University, **Jacob Ross**, author, **Professor Harish Trivedi**, University of Delhi, **Professor Dennis Walder**, Professor of Literature, Open University, **Marina Warner**, author and critic, **Kaye Whiteman**, writer and journalist

30 July – 1 August 2010

Up the garden path! How gardens benefit society

Principal speakers **Professor Christopher Baines**, environmentalist, writer and broadcaster, Baines Environmental Ltd; **Dr Isis Brook** Lecturer in Philosophy International School of Community, Rights, and Inclusion, University of Central Lancashire, **Ursula Buchan**, garden journalist, author; **Mike Calnan**, Head of Gardens and Parks, The National Trust, **Dr Stephen Dowbiggin**, Chief Executive, Capel Manor College; **Mark Flanagan**, Head of Gardens The Crown Estate, **Bob Flowerdew**, Organic gardener, broadcaster, **John Gilbert**, Garden Designer, **Vickie Marsh**, President Society of Botanical Artists; **Sue Minter**, Consultant, **Pauline Pears**, Editor, *The Organic Way*, **Richard Reynolds**, guerrilla gardener, **Graham Sanderson**, Head Gardener The Valley Gardens; **Prunella Scarlett**, LVO, Royal Horticultural Society; **Bob Sherman**, Director of Horticulture Garden Organic; **Steffie Shields**, Vice Chairman, Association of Gardens Trusts; **Dr Paul Smith**, Head, Seed Conservation Department, Leader of the Millennium Seed Bank Project Royal Botanic Gardens, Kew; **Harvey Stephens**, Head Gardener, The Savill Garden, **Dr Simon Thornton-Wood**, Director of Science & Learning Royal Horticultural Society, **Andrew Wilson**, Designer, Founding Director, The London College of Garden Design.

2 – 5 August 2010

The Value of PhD Research

Principal speakers. **Douglas Board**, maslow's attic; **Dr Jutta Davis**, barrister-at-law; **Dr Era Gavrielides**, Tutor in Philosophy, King's College London, **Tim Hardy**, Actor, **Dr Marc Jones**, postdoctoral fellow, University College London, **Dr Claire Lynch**, lecturer, English Department Brunel University, **Dr Srila Roy** Lecturer in Sociology, Nottingham University School of Sociology and Social Policy; **Dr Jeremy Schildt**, Postgraduate Skills Training Officer School of Arts and Humanities Graduate Development Programme, University of Cambridge; **Professor Graham Smith**, Professor of Politics, Southampton University School of Social Sciences, **Dr Ruth Smith** Careers Adviser Cambridge University Careers Service, **Jeremy Stockwell**, performance expert, **Pam Tatlow**, Chief Executive, million +; **Alison Skilbeck**, actor

CUMBERLAND LODGE

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2010

The Trustees present their report together with the financial statements for the year ended 31 August 2010. The Chairman's and Principal's reports should be read in conjunction with the Trustees' Report.

Cumberland Lodge was incorporated on 4th March 2005, and the assets and activities of the King George VI and Queen Elizabeth Foundation of St Catharine's charity were transferred to it with effect from 1st June 2005 when the new charity and its trading subsidiary commenced operations.

The King George VI and Queen Elizabeth Foundation of St Catharine's continues as a dormant charity, holding the Royal warrant for the occupation of Cumberland Lodge. The Charity Commission published a scheme for a uniting direction which has removed the need to account separately for the old charity.

Group Structure

Cumberland Lodge has a wholly-owned non-charitable trading subsidiary, Cumberland Lodge Enterprises Limited, which provides conference facilities for professional bodies, charities and other operations. Its profits are gifted in full to its parent. The consolidated results of Cumberland Lodge and its subsidiary are shown on page 12 of the financial statements. The original Charity, King George VI and Queen Elizabeth Foundation of St Catharine's, is held in trust by Cumberland Lodge as corporate trustee.

Objects, Aims and Objectives.

The objects of the Charity, which is a foundation based on the Christian faith and philosophy of life, are to advance the education of the public, in particular British, Commonwealth and overseas students with particular reference to the nature of human life in society, the relationship between Christian theology and philosophy and alternative religious and secular beliefs and the inter-relationship of various academic disciplines and their practical relevance

In furtherance of those objects, the Charity aims to provide opportunities for the exchange of views and beliefs, and to explore how study and research can improve society. It does this through the provision and management of a residential conference centre in surroundings conducive to study, debate and interaction. The centre is used by a wide range of members of the public, from Britain, the Commonwealth and elsewhere, including in particular undergraduates, postgraduates and young people in training at a variety of institutions, including the Inns of Court and the National Health Service and young people connected through international organisations.

The Trustees have set a number of objectives for the Charity:

- To widen the impact of Cumberland Lodge;
- To widen the range of visiting institutions;
- To encourage international groups;

Review of Significant Activities and Achievements including Public Benefit

The Trustees have had regard to the Charity Commission's guidance on public benefit and have considered how the objects have been fulfilled, through the activities undertaken, for the public benefit.

The Charity's significant activities are outlined in detail in the Chairman's and Principal's Reports, which, as noted above, should be read in conjunction with the Trustees' Report (together "the Reports")

As is evident from the Reports, the Charity has focused on providing access to student groups, educational conferences, public conversations and exhibitions in an atmosphere that lends itself to study and reflection.

CUMBERLAND LODGE

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2010

We provide facilities for universities and other institutions of higher education, learned societies, the National Health Service, Inns of Court and other similar bodies to run programmes that bring people together to discuss matters of an ethical, moral and spiritual nature which lie outside their routine programmes of work.

We also run our own conferences and external events throughout the year. Through that programme, the Charity initiates fresh debate on issues of national and international significance. We are independent and so able to promote frank exchanges of views and cross-sector co-operation on matters affecting the development of society. Although the Charity is Christian by foundation, we encourage the expression of all reasonable views, whether they be religious, moral or social.

We initiated nine conferences in the year, sometimes working in tandem with other organisations including the Round Table, and the WEA. Details of the conferences are part of the Principal's report.

By reflecting on particular issues in terms of their wider ramifications, our conferences are informative and inspiring, giving participants the opportunity to gain fresh insights and to make new contacts. At least one conference a year is dedicated to postgraduate students, bringing them together from many institutions and disciplines. Other conferences are for people in any walk of life with a commitment to the topic.

It is important to the Charity that access to the educational experience it provides is open to all who are interested. The principal beneficiaries are students and young people in training and we subsidise their visits by a programme of bursary support and reduced charges.

Our own conferences bring together wide audiences from a range of backgrounds for discussion and debate. Reports of the presentations are published to people unable to attend so they can also benefit and podcasts of selected conferences are made freely available on our website. Additionally, we organise a number of lectures, discussions and exhibitions, which are provided free to the public. Many local people attend the lectures and conversations, the only limiting factor being the size of the lecture room.

Governance

The Company is governed by its Memorandum and Articles of Association. The Trustees, who are directors of the company, who served during the year and since, are set out on page 1

Four committees of the Board; Executive, Audit, Nominations and Academic Consultative, exist to implement policy and exercise control. They met regularly throughout the year. Trustees are represented on each committee. Day to day management of the charity is delegated to the Principal and the Bursar, supported by other senior staff. There is a maximum limit to the number of years a Trustee may serve, and the Board regularly reviews the range of skills it needs. One new appointment was made during the year, and arrangements are in hand for him to undertake the induction training course for new Trustees. Trustees are conscious of the need to keep up to date with current legislation and issues and are kept informed about relevant training courses.

Risk Assessment and Business Continuity

The condition of the buildings is constantly reviewed and both preventative and reactive maintenance measures are undertaken to ensure Cumberland Lodge is a safe and efficient building, offering appropriate facilities to all categories of users. In addition, the risks related to the financial, economic, commercial, legal and regulatory issues affecting our operations are regularly reviewed. On behalf of the Board, the Audit Committee reviewed the risk assessment matrix at its February 2010 and July 2010 meetings and advised the Trustees that there were no significant concerns at those times, apart from the possible consequences of the economic recession. Contingency measures are in hand to deal with any significant reduction in bookings. The Trustees adopted a business continuity plan during the year.

CUMBERLAND LODGE

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2010

Investments

The Executive Committee continues to monitor the charity's investments held in common investment funds and it considers, in the difficult conditions in the financial markets, that the unrealised gain of investment market value was satisfactory relative to other comparable funds.

Reserves

The Trustees consider that the reserves held by the charity are consistent with their policy, which is reviewed annually, of having sufficient funds to allow for a loss of income for at least a year in the event of the loss of use of Cumberland Lodge. The reserves, which had been depleted in earlier years, were restored to a level consistent with this policy.

Financial Results

The Trustees consider that it has been a very successful year, especially in the current economic climate. Total incoming resources increased by 14% and net incoming resources for the year were £271,147 (2009: net incoming resources £82,334). After unrealised profits on investments, there was a positive movement on funds of £ 329,219 (2009: negative movement £62,535).

TRUSTEES' RESPONSIBILITIES STATEMENT

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied that they 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 these financial statements, the trustees 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 trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and 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.

So far as each of the Trustees is aware at the time the report is approved, there is no relevant audit information of which the Company's auditors are unaware, and the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

haysmacintyre were re-appointed auditors of Cumberland Lodge in the year. They have expressed their willingness to continue in office as auditors and a resolution proposing their re-appointment will be submitted

FOR AND ON BEHALF OF THE TRUSTEES


Sir Stephen Wall


John Pool

22nd February 2011

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

OF CUMBERLAND LODGE

We have audited the financial statements of Cumberland Lodge for the year ended 31 August 2010 which comprise the Consolidated Statement of Financial Activities, the Group and Charity Balance Sheets, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Section 495 of the Companies Act 2006. 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 directors and auditors

The Directors' responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Trustees' Responsibilities Statement. The Trustees are also directors of Cumberland Lodge for the purposes of company law.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the Trustees' Report is consistent with those financial statements. In addition we report to you if, in our opinion, the charitable company has not kept adequate accounting records, if the charitable company's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of Directors' remuneration specified by law are not made. We read the Report of the Trustees 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 International Standards on Auditing (UK and Ireland) 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 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 on financial statements

In our opinion:

- the financial statements give a true and fair view of the state of the group's and charitable company's affairs as at 31 August 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the Companies Act 2006; and
- the information given in the Report of the Trustees is consistent with the financial statements.


David Sewell (Senior statutory auditor)
for and on behalf of haysmacintyre, Statutory Auditor

**Fairfax House
15 Fulwood Place
London
WC1V 6AY**

22 February 2011

CUMBERLAND LODGE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 AUGUST 2010

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2010 £	Total 2009 £
Incoming Resources					
<i>Income from charitable activities</i>					
Cumberland Lodge Conferences		61,808	-	61,808	71,477
Student and Training Conferences		1,142,551	-	1,142,551	932,779
Bar sales from the above		93,298	-	93,298	78,943
<i>Voluntary incoming resources</i>					
Grants and donations		86,700	6,000	92,700	61,500
<i>Income from generated funds:</i>					
<i>Activities to generate funds.</i>					
Trading turnover	5	771,976	-	771,976	763,552
Rents and lettings		45,533	-	45,533	19,315
Investment income	2	65,934	-	65,934	63,007
Other income		3,243	-	3,243	2,037
Total incoming resources		2,271,043	6,000	2,277,043	1,992,610
Resources Expended					
<i>Charitable Activities:</i>					
Cumberland Lodge Conferences		270,306	-	270,306	260,035
Student and Training Conferences		1,309,960	-	1,309,960	1,201,701
Governance Costs		11,954	-	11,954	9,039
<i>Costs of generating funds:</i>					
Trading Costs	5	410,895	-	410,895	437,346
Charity Finance Costs		2,781	-	2,781	2,155
Total resources expended	3	2,005,896	-	2,005,896	1,910,276
Net incoming resources		265,147	6,000	271,147	82,334
Transfer of funds		6,000	-6,000	-	-
Investment revaluation (losses)/gains	7	58,072	-	58,072	(144,869)
Net movement in funds for the year		329,219	-	329,219	(62,535)
Balance brought forward at 1 September 2009		3,526,937	-	3,526,937	3,589,472
Balance carried forward at 31 August 2010		£3,856,156	-	£3,856,156	£3,526,937

The notes on pages 14 to 20 form part of these accounts

All transactions are derived from continuing activities.

All recognised gains and losses are included in the statement of financial activities.

GROUP AND CHARITY BALANCE SHEETS

AT 31 AUGUST 2010

	Notes	Consolidated 2010 £	Charity 2010 £	Consolidated 2009 £	Charity 2009 £
FIXED ASSETS					
Tangible assets	6	1,742,685	1,742,685	1,774,960	1,774,960
Investments	7	1,601,924	1,601,924	1,543,852	1,543,852
		<u>3,344,609</u>	<u>3,344,609</u>	<u>3,318,812</u>	<u>3,318,812</u>
CURRENT ASSETS					
Stock	8	21,970	21,970	25,063	25,063
Debtors	9	230,341	454,804	235,382	350,406
Bank balances and cash		657,354	346,318	337,275	115,775
		<u>909,665</u>	<u>823,092</u>	<u>597,720</u>	<u>491,244</u>
CREDITORS: amounts falling due within one year	10	398,118	311,545	389,595	283,119
NET CURRENT ASSETS		<u>511,547</u>	<u>511,547</u>	<u>208,125</u>	<u>208,125</u>
NET ASSETS		<u>£3,856,156</u>	<u>£3,856,156</u>	<u>£3,526,937</u>	<u>£3,526,937</u>
Representing:					
FUNDS					
Unrestricted funds		<u>£3,856,156</u>	<u>£3,856,156</u>	<u>£3,526,937</u>	<u>£3,526,937</u>
		<u>£3,856,156</u>	<u>£3,856,156</u>	<u>£3,526,937</u>	<u>£3,526,937</u>

The financial statements were approved and authorised for issue by the Board of Trustees on 22nd February 2011 and were signed below on its behalf by:


Sir Stephen Wall


John Pool

The notes on pages 14 to 20 form part of these financial statements.

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Companies Act 2006 on the historical cost convention as modified by the adoption of current value for investment assets and in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting and Reporting by Charities: the Charities SORP 2005.

These accounts consolidate the accounts of the Charity and its wholly owned non-charitable trading company, Cumberland Lodge Enterprises Limited.

As permitted by Section 235 of the Companies Act 2006 and in accordance with paragraph 397 of the Charities SORP 2005, no separate SOFA has been presented for the Charity. The unconsolidated SOFA of Cumberland Lodge discloses total incoming resources of £1,866,148 (2009:£ 1,555,264), including recharges and gift aid income from the subsidiary, and net incoming resources of £271,147 (2009:net incoming resources of £82,334).

a) Basis of Accounting - Accounting Convention

The financial statements have been prepared under the historical cost convention except that certain fixed assets have been included at valuation.

b) Tangible Fixed Assets

Depreciation is provided on fixed assets to write off their cost over estimated useful lives at the following rates:-

Mews development and conference facilities	Over 20 years
Furniture fixtures and fittings and equipment	Over 3 to 10 years
Motor vehicles	Over 4 years

c) Investment

Investments are included in the balance sheet at market value. All gains and losses on revaluations or sales are taken to the Statement of Financial Activities.

d) Stocks

Stocks are stated at the lower of cost and net realisable value.

e) Income from Continuing Operations

Income comprises accommodation fees, bar takings and other receipts from the Charity's continuing operations, accounted for on an accruals basis, except for donations which are recognised on receipt

f) Operating Leases

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities as incurred.

g) Interest Receivable

Interest receivable is credited to the Statement of Financial Activities in the year in which it is receivable.

h) Pension Costs

The Charity contributes to a defined contributions stakeholder scheme. Contributions are charged to the Statement of Financial Activities in the year for which they are due.

CUMBERLAND LODGE**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 AUGUST 2010****1. ACCOUNTING POLICIES (continued)****i) Expenditure**

Expenditure is summarised under functional headings on a direct and indirect cost basis, apportioned according to time spent. Governance costs include audit, compliance and trustee costs.

j) Historic assets

As tenants, the charity is in possession of a number of historic assets owned by The Crown Estate. These assets, although in use in the operations of the Lodge, have not been capitalised as the assets are not considered assets of the charity, and the Crown may request their return upon notice.

k) Restricted funds

Income received for specific purposes is disclosed within restricted funds until it is spent. Transfers represent restricted funds spent on fixed assets

l) Unrestricted Funds

These funds are expendable at the discretion of the trustees in furtherance of the objects of the Charity, some of which may be designated for specific purposes.

m) Cash Flow Statement

The company qualifies as a small company and as such is exempt from the requirement to prepare a cash flow statement under FRS1 (revised) Cash Flow Statement.

2. INVESTMENT INCOME

	2010	2009
	£	£
Dividends	65,575	57,964
Bank interest	359	5,043
	<u>£65,934</u>	<u>£63,007</u>
	<u>=====</u>	<u>=====</u>

3 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs	Other costs	Depreciation	Total
	£	£	£	£
Charitable Activities				
Cumberland Lodge Conferences	199,093	56,039	15,174	270,306
Student and Training Conferences	444,952	670,272	194,736	1,309,960
	<u>644,045</u>	<u>726,311</u>	<u>209,910</u>	<u>1,580,266</u>
Governance Costs	-	11,954	-	11,954
	<u>644,045</u>	<u>738,265</u>	<u>209,910</u>	<u>1,592,220</u>
Costs of Generating Funds				
Charity finance Costs	-	2,781	-	2,781
	<u>644,045</u>	<u>741,046</u>	<u>209,910</u>	<u>1,595,001</u>
Company Total	<u>644,045</u>	<u>741,046</u>	<u>209,910</u>	<u>1,595,001</u>
Trading Costs	177,934	232,961	-	410,895
	<u>821,979</u>	<u>974,007</u>	<u>209,910</u>	<u>2,005,896</u>
Group Total	<u>£821,979</u>	<u>£974,007</u>	<u>£209,910</u>	<u>£2,005,896</u>
	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>

CUMBERLAND LODGE

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31 AUGUST 2010

3	ANALYSIS OF TOTAL RESOURCES EXPENDED (continued)	2010 £	2009 £
	Other costs comprise:		
	Contracted services labour	184,692	178,873
	Food, cleaning materials and management charges	261,071	235,945
	Accommodation costs	12,600	13,500
	Laundry and household costs	37,237	31,742
	Bar purchases	54,254	44,563
	Post and telephone	9,440	9,713
	Auditors' remuneration – audit	11,547	10,675
	- other	3,129	7,605
	Other professional charges	13,007	13,007
	Stationery	8,974	10,654
	Bank charges	2,949	2,334
	Garden materials and labour	9,686	13,579
	Heat and light	83,496	96,847
	Council tax	25,891	26,119
	Water rates	9,009	6,982
	Insurances	31,768	32,819
	Transport costs	3,426	3,472
	Repairs and maintenance	151,943	112,853
	Library, newspapers and books	5,861	5,388
	Other costs	34,247	48,650
	Cumberland Lodge conference expenses	19,780	14,193
		<u>£974,007</u>	<u>£919,513</u>
		=====	=====

4.	STAFF COSTS	2010 £	2009 £
	Wages and salaries	691,660	663,435
	Social security costs	64,588	62,392
	Pension costs	65,731	60,363
		<u>£821,979</u>	<u>£786,190</u>
		=====	=====

The average number of full time equivalent employees in the year was.

	No	No
Academic	5	5
House	16	16
Administration	9	8
	<u>30</u>	<u>29</u>
	=====	=====

The numbers of employees whose emoluments exceeded £60,000 were:

£60,000 - £69,999	1	1
£70,000- £79,999	1	1
	<u>1</u>	<u>1</u>
	=====	=====

CUMBERLAND LODGE**NOTES TO THE FINANCIAL STATEMENTS (continued)****YEAR ENDED 31 AUGUST 2010****5. RESULTS OF SUBSIDIARY**

Cumberland Lodge Enterprises Limited is a wholly owned subsidiary of Cumberland Lodge. Cumberland Lodge Enterprises Limited, incorporated in the UK (number 05389873), provides conference facilities for professional bodies, charities and other organisations and donates its annual taxable profits to the Charity under Gift Aid. The results of Cumberland Lodge Enterprises Limited are detailed below.

	2010		2009	
	£	£	£	£
PROFIT AND LOSS ACCOUNT				
Turnover and other income		771,976		763,552
Cost of sales:				
Staff costs	177,934		189,311	
Other costs	131,976		136,464	
		<u>(309,910)</u>		<u>(325,775)</u>
		462,066		437,777
Administration costs:				
Printing, postage and stationery	3,100		3,771	
Telephone	1,470		1,932	
Audit and professional charges	5,694		6,576	
Bank charges	168		179	
Charge for use of Cumberland Lodge assets	52,100		57,280	
Repairs and maintenance	37,712		31,599	
Heat and light	20,724		27,117	
Council tax	6,426		7,313	
Water rates	2,236		1,955	
Sundry	23,455		31,129	
		<u>(153,085)</u>		<u>(168,851)</u>
Operating profit		308,981		268,926
Gift aid payment		(308,981)		(268,926)
Profit for the year		<u>£ -</u>		<u>£ -</u>
		=====		=====
	£	£	£	£
Trading costs		309,910		325,775
Administration costs	153,085		168,851	
Less Cumberland Lodge recharge for use of assets	(52,100)		(57,280)	
	<u></u>	100,985	<u></u>	111,571
		<u>£410,895</u>		<u>£437,346</u>
		=====		=====

CUMBERLAND LODGE

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31 AUGUST 2010

5 RESULTS OF THE SUBSIDIARY (continued)

BALANCE SHEET	2010	2009
CURRENT ASSETS		
Debtors	37,640	102,812
Cash at bank and in hand	311,036	221,500
	<u>348,676</u>	<u>324,312</u>
CREDITORS: amounts falling due Within one year	<u>(348,675)</u>	<u>(324,311)</u>
NET CURRENT ASSETS	<u>1</u>	<u>1</u>
NET ASSETS	<u>£1</u>	<u>£1</u>
FUNDS		
Called up share capital	1	1
Profit and loss account		
Retained losses brought forward	-	-
Profit for the year	-	-
	<u>-</u>	<u>-</u>
	<u>£1</u>	<u>£1</u>

6. TANGIBLE FIXED ASSETS

	Improvements to property £	Furniture fixtures and equipment £	Motor vehicles £	Total £
COST OR VALUATION				
At 31 August 2009	2,279,410	1,523,126	31,654	3,834,190
Additions in year	111,722	65,913	-	177,635
	<u>2,391,132</u>	<u>1,589,039</u>	<u>31,654</u>	<u>4,011,825</u>
DEPRECIATION				
At 31 August 2009	881,652	1,152,982	24,596	2,059,230
Charge for year	122,124	84,010	3,776	209,910
	<u>1,003,776</u>	<u>1,236,992</u>	<u>28,372</u>	<u>2,269,140</u>
NET BOOK VALUE				
At 31 August 2010	<u>£1,387,356</u>	<u>£352,047</u>	<u>£3,282</u>	<u>£1,742,685</u>
At 31 August 2009	<u>£1,397,758</u>	<u>£370,144</u>	<u>£7,058</u>	<u>£1,774,960</u>

CUMBERLAND LODGE
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 AUGUST 2010
7. INVESTMENTS

	2010	2009
	£	£
Market value brought forward	1,543,852	1,388,721
Purchases/ (Disposals)	-	300,000
Profit/(Loss) on investment	58,072	(144,869)
	<u>£1,601,924</u>	<u>£1,543,852</u>
Market value at 31 August – Group & Charity	<u>£1,601,924</u>	<u>£1,543,852</u>
Historical cost at 31 August-Group & Charity	<u>£1,282,210</u>	<u>£1,282,210</u>

8. STOCKS

	2010		2009
	Group	Charity	Group
	£	£	£
Raw materials and consumables	7,995	7,995	10,010
Goods for resale	13,975	13,975	15,053
	<u>£21,970</u>	<u>£21,970</u>	<u>£25,063</u>
	<u>£21,970</u>	<u>£21,970</u>	<u>£25,063</u>

9. DEBTORS

	2010		2009
	Group	Charity	Group
	£	£	£
Accommodation debtors	145,746	108,106	166,030
Other debtors and prepayments	84,595	84,595	69,352
Amounts due from subsidiary - Gift Aid	-	208,981	-
- Other	-	53,122	-
	<u>£230,341</u>	<u>£454,804</u>	<u>£235,382</u>
	<u>£230,341</u>	<u>£454,804</u>	<u>£235,382</u>

10. CREDITORS: Amounts falling Due within one year

	2010		2009
	Group	Charity	Group
	£	£	£
Purchases creditors	100,876	100,876	54,147
Other creditors and accruals	252,089	188,203	285,436
Taxes and social security	45,153	22,466	50,012
	<u>£398,118</u>	<u>£311,545</u>	<u>£389,595</u>
	<u>£398,118</u>	<u>£311,545</u>	<u>£389,595</u>

CUMBERLAND LODGE

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31 AUGUST 2010

11. ANALYSIS OF NET ASSETS

	Total £
Fund balances at 31 August 2010 are represented by	
Tangible fixed assets	1,742,685
Investments	1,601,924
Current assets	909,665
Current liabilities	(398,118)
Total Net Assets	£3,856,156

12. CAPITAL COMMITMENTS

As at 31 August 2010, there were capital works in hand of £20,642 (2009: £48,715)

13. TRUSTEES' REMUNERATION AND EXPENSES

Trustees are not remunerated. £441 was reimbursed for travelling and training expenses to five trustees (2009: £664 to six trustees).

14. PENSION COMMITMENTS

The charity contributes to defined contribution schemes. Assets of the schemes are held separately from the charity in independently administered stakeholder schemes. The charity contributions to the schemes during the year amounted to £61,934 (2009: £56,874). As at 31 August 2010, £8,102 (2009: £7,350) was payable to the schemes.

15. TAXATION

Cumberland Lodge, as a charity, is exempt from corporation tax on its charitable activities.