

Registered number: 33983

THE OLD EDWARDIANS' ASSOCIATION

FINANCIAL STATEMENTS

31 DECEMBER 2004


Clement Keys
CHARTERED ACCOUNTANTS



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THE OLD EDWARDIANS' ASSOCIATION

DIRECTORS' REPORT

31 DECEMBER 2004

The general committee present its report and the audited financial statements for the year ended 31 December 2004.

Principal activity

The principal activity of the company is the promotion of fellowship among former pupils and those connected with the school of King Edward the Sixth in Birmingham.

Report of the General Committee for 2004

The Committee has not afforded a current market valuation of the Freehold Land and Buildings shown in the Financial Statements as at the 31 December 2004 as it does not consider that the cost of making such a valuation would be justified in the context of the usefulness of the information provided.

The Committee has met on six occasions during the financial year and the Annual General Meeting was held on 15 September 2004. All the normal business was conducted with the customary report from the Chief Master being delivered on his behalf and covering the activity at the school.

Two issues of the Gazette were published and distributed to members. Once again it is pleasing to report an increase in the membership over the year.

The 36th Biennial Dinner was held at school on 24 September 2004 and the annual Christmas Supper proved to be as enjoyable as ever. Monthly lunches have continued to be held at the Clarendon Suite in Edgbaston.

The Committee has maintained its policy of providing financial support for pupils past and present seeking to broaden their knowledge and experience and has been pleased to support the Chief Master in his Bursary Appeal.

The Sports Club has carried on its programme of improving the facilities in the Clubhouse at the Memorial Ground. *These and the sporting facilities being much admired by visitors to Streetsbrook Road.*

Auditors

Clement Keys have agreed to offer themselves for re-appointment as auditors of the company.

7 April 2005



On behalf of the Board

R P M Thomson
Chairman

THE OLD EDWARDIANS' ASSOCIATION
STATEMENT OF OFFICERS' RESPONSIBILITIES

Company law requires the officers 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 profit or loss of the company for that year. In preparing those accounts, the officers are required to

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

The officers 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 taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
THE OLD EDWARDIANS' ASSOCIATION**

We have audited the financial statements on page 4 to 9 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of the officers and auditors

As described on page 2 the officers are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

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

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud, 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 December 2004 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Clement Keys

39/40 Calthorpe Road
Edgbaston
Birmingham
B15 1TS

Clement Keys
Chartered Accountants
Registered Auditor

7 April 2005

THE OLD EDWARDIANS' ASSOCIATION

BALANCE SHEET

AT 31 DECEMBER 2004

	Note	2004	2003
		£	£
Fixed assets			
Tangible assets	2	43,288	43,288
Investments	3	287,852	265,312
		<hr/>	<hr/>
		331,140	308,600
Current assets			
Loan to Old Edwardians Sports Club (of which £4,000 (2003 £5,000) is due in more than one year)	4	5,000	6,000
Stock		14	1,457
Debtors		877	916
Cash at bank and in hand		33,370	13,353
		<hr/>	<hr/>
		39,261	21,726
Creditors: amounts falling due within one year	5	(10,735)	(17,125)
		<hr/>	<hr/>
Net current assets		28,526	4,601
		<hr/>	<hr/>
Total assets less current liabilities		359,666	313,201
		<hr/>	<hr/>
Capital and reserves			
Parental contribution fund	6	240,355	218,791
Ground appeal fund	7	43,288	43,288
Other reserves	8	5,012	5,012
Profit and loss account	9	71,011	46,110
		<hr/>	<hr/>
		359,666	313,201
		<hr/>	<hr/>

The financial statements on pages 4 to 9 were approved by the board of directors on 7 April 2005



R P M Thomson
Chairman

THE OLD EDWARDIANS' ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004

	2004		2003	
	£	£	£	£
Income				
Subscriptions		6,960		6,905
Interest and dividends received - note 11		11,965		10,750
		<u>18,925</u>		<u>17,655</u>
Expenditure				
Gazettes	6,960		6,732	
Less advertising receipts	(640)		(1,030)	
	<u>6,320</u>		<u>5,702</u>	
Postages	3,468		2,662	
Printing and stationery	1,627		369	
Insurance	250		544	
King Edward's School Club and Prize	100		60	
Donations to Old Edwardians Sports Club Ltd	845		828	
Other donations	600		600	
Deficit on social events	303		10	
Incidentals	490		516	
Computer charges	3,846		1,263	
Auditors' remuneration	670		646	
Professional fees	863		946	
	<u>19,382</u>		<u>14,146</u>	
	(457)		3,509	
Other income				
Transfer from Parental				
Contribution fund - note 6	9,177		8,463	
Profit/(Loss) on disposal of investments	<u>17,232</u>		<u>5,005</u>	
	<u>26,409</u>		<u>13,468</u>	
Surplus for the year before taxation		25,952		16,977
Taxation - note 10		(1,051)		(869)
Surplus for year – note 9		<u>24,901</u>		<u>16,108</u>

THE OLD EDWARDIANS' ASSOCIATION
RECONCILIATION OF MOVEMENTS IN FUNDS AND RESERVES
FOR THE YEAR ENDED 31 DECEMBER 2004

	2004 £	2003 £
Surplus for the year	24,901	16,108
Parental contributions retained /(utilised) in year	21,564	14,277
	<hr/>	<hr/>
Increase in funds and reserves in year	46,465	30,385
Balances brought forward	313,201	282,816
	<hr/>	<hr/>
Balances carried forward	359,666	313,201
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THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2004

1 Accounting policies

Basis of accounting

The financial statements of the company are prepared under the historical cost convention and are in accordance with applicable accounting standards.

The Association is a company limited by guarantee which does not trade with a view to making profits and therefore the results of the year have been presented in the form of an Income and Expenditure Account because the Committee is of the opinion that this is the most appropriate format.

Freehold Lane and Buildings

Depreciation is not provided on the land element of freehold property, it would be provided on the estimated buildings value, in order to write off the cost less its estimated residual value over the expected useful life. However, the residual value is considered by the Committee to be in excess of the cost.

Income

Subscriptions are not credited to the income and expenditure account until the year in which they are received. Advance and life subscriptions are carried forward over an appropriate number of years and are included in creditors. Life subscriptions under the scheme introduced in 1993 will be carried forward over 12 years.

Parental contributions are credited directly to the appropriate reserve account. These funds are transferred to the Income and Expenditure Account when the pupils to whom the contributions relate become members of the Association.

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2004

2	Tangible fixed assets	2004 £	2003 £
	Freehold land and buildings at Streetsbrook Road, Solihull at cost at 1 January 2004 and 31 December 2004	43,288	43,288
		<hr/>	<hr/>
3	Investments	2004 £	2003 £
	Cost		
	At 1 January 2004	265,312	217,204
	Additions	134,587	101,146
	Disposals	(112,047)	(53,038)
	At 31 December 2004	287,852	265,312
		<hr/>	<hr/>
	The middle market value is	327,218	314,387
		<hr/>	<hr/>
4	Loan to Old Edwardians Sports Club Limited	2004 £	2003 £
	Loans bearing interest at a rate equal to that on Barclays Bank plc high interest business accounts repayable as follows:		
	within one year	1,000	1,000
	within 2-5 years	4,000	4,000
	after more than 5 years	-	1,000
		5,000	6,000
		<hr/>	<hr/>
5	Creditors: amounts falling due within one year	2004 £	2003 £
	Commutated subscriptions	9,073	9,500
	Accruals	1,662	7,625
		10,735	17,125
		<hr/>	<hr/>
6	Parental contribution fund		2004 £
	At 1 January 2004		218,791
	Received in year		30,741
	Transfer to Income and Expenditure account		(9,177)
			<hr/>
	At 31 December 2004		240,355
			<hr/>

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2004

7	Ground Appeal Fund	2004 £	2003 £
	At 1 January 2004 and 31 December 2004	43,288	43,288
		<u> </u>	<u> </u>
8	Other reserves	2004 £	2003 £
	Browett Fund at 1 January 2004 and 31 December 2004	5,012	5,012
		<u> </u>	<u> </u>
9	General fund		2004 £
	At 1 January 2004		46,110
	Surplus for the year		24,901
	At 31 December 2004		<u>71,011</u>
10	Taxation	2004 £	2003 £
	Corporation tax on profit on ordinary activities at 2.2% (2003 2.5%)	237	-
	Tax credit on franked investment income	817	878
	Over provision for previous year	(3)	(9)
		<u>1,051</u>	<u>869</u>
11	Interest and dividends received		
	Interest and dividends received include £8,170 (2003 £9,104) in respect of listed investments.		