

Registered number: 33983

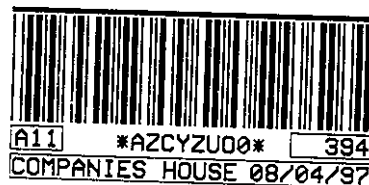
THE OLD EDWARDIANS' ASSOCIATION

FINANCIAL STATEMENTS

31 DECEMBER 1996

CLEMENT KEYS

Releasing business potential



THE OLD EDWARDIANS' ASSOCIATION

DIRECTORS' REPORT

31 December 1996

The general committee present its report and the audited financial statements for the year ended 31 December 1996.

Principal activity

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

Report of the General Committee for 1996

The Committee have not provided a current market valuation of the Freehold Land and Buildings shown in the Financial Statements at 31 December 1996, as they do not consider that the cost of providing such a valuation would be justified in the context of the usefulness of the information provided.

The Committee met on five occasions during 1996 and the Annual General Meeting was held on Thursday 13 June with the President, the Chief Master, Hugh Wright MA, in the Chair. The President conducted all the usual business of the meeting and afterwards gave a review of the activities of the School which showed that progress had been continued and standards maintained and improved.

The usual Spring and Autumn issues of the journal, The Old Edwardians Gazette, were produced.

The Biennial Dinner was held in Big School on Friday 27 September. 165 members attended, of whom a pleasing 28% had left School in the last ten years. His Honour Judge G.F. Bruce Laughland QC, the Chief Master and Andy Packham spoke entertainingly to those present.

Monthly lunches have continued at the Clarendon Suite and two suppers, Summer, on 31 May, and Christmas, on 13 December, took place at Streetsbrook Road.

The Committee continues to examine its relationship with the OE Sports Club and looks forward to improved communications in 1997.

As announced elsewhere in this issue, the posts of Joint Honorary Secretaries were filled early in 1997, thus relieving the Chairman of this added burden and enabling the Association to be better served in this important area.

Officers

The officers of the company during the year were as follows:

Chairman of the General Committee	D J Corney
Hon Treasurer	A G Baxter
Hon Registrar	M D Baxter

On 22 January 1997 Messrs D H Benson and C E Hereward were appointed joint Honorary Secretaries of the Association.

Auditors

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

On behalf of the board



David J Corney
Chairman

19 March 1997

THE OLD EDWARDIANS' ASSOCIATION

STATEMENT OF OFFICERS' RESPONSIBILITIES

Company law requires the officers 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 for 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 pages 4 to 8 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of 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

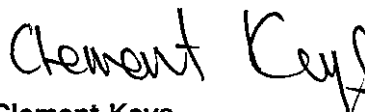
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 1996 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Nettleton House
Calthorpe Road
Edgbaston
Birmingham
B15 1RL**


**Clement Keys
Chartered Accountants
Registered Auditor**

19 March 1997

THE OLD EDWARDIANS' ASSOCIATION

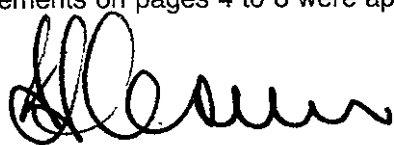
BALANCE SHEET

at 31 December 1996

	Note	£	1996 £	£	1995 £
Fixed assets					
Tangible assets	2		48,538		48,538
Investments	3		<u>122,722</u>		<u>105,622</u>
			171,260		154,160
Current assets					
Loan to Old Edwardians Sports Club (of which £13,000 (1995 £13,000) is due in more than one year)	4	14,000		14,000	
Debtors		564		854	
Cash at bank and in hand		<u>9,225</u>		<u>7,585</u>	
		23,789		22,439	
Creditors: amounts falling due within one year	5	<u>(8,691)</u>		<u>(8,217)</u>	
Net current assets			<u>15,098</u>		<u>14,222</u>
Total assets less current liabilities			<u>186,358</u>		<u>168,382</u>
Capital and reserves					
Parental contribution fund	6		121,084		105,791
Ground appeal fund			48,538		48,538
Other reserves	7		5,012		5,205
Profit and loss account	8		<u>11,724</u>		<u>8,848</u>
			<u>186,358</u>		<u>168,382</u>

The financial statements on pages 4 to 8 were approved by the board of directors on 19 March 1997.

D J Corney



Chairman

THE OLD EDWARDIANS' ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 December 1996

	1996	1995
	£	£
Income		
Subscriptions	7,957	8,332
Interest and dividends received - note 10	7,592	6,349
Surplus on social events	-	91
Donations received	-	2,179
	<u>15,549</u>	<u>16,951</u>
Expenditure		
Gazettes	8,904	9,019
Less advertising receipts	(699)	(1,204)
	<u>8,205</u>	<u>7,815</u>
Postages	2,246	2,255
Printing and stationery	521	576
King Edward's School Club and Prize	60	60
Donations to Old Edwardians Sports Club Limited	696	676
Deficit on social events	203	-
Incidentals	132	51
Computer charges	1,028	940
Auditors' remuneration	529	529
	<u>13,620</u>	<u>12,902</u>
	1,929	4,049
Other income		
Transfer from Parental		
Contribution fund - note 6	2,674	1,967
(Loss)/surplus on disposal of investment	(40)	154
	<u>2,634</u>	<u>2,121</u>
Surplus for the year before taxation	4,563	6,170
Taxation - note 9	(1,687)	(1,233)
Surplus for year- note 8	<u><u>2,876</u></u>	<u><u>4,937</u></u>

RECONCILIATION OF MOVEMENTS IN FUNDS AND RESERVES
for the year ended 31 December 1996

	1996	1995
	£	£
Surplus for the year	2,876	4,937
Parental contributions retained in year	15,293	14,722
Awarded from Harold Davis Fund (transferred to school)	(193)	(15)
	<u>17,976</u>	<u>19,644</u>
Increase in funds and reserves in year	168,382	148,738
Balances brought forward	<u>186,358</u>	<u>168,382</u>
Balances carried forward	<u><u>186,358</u></u>	<u><u>168,382</u></u>

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS

31 December 1996

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.

Depreciation of tangible fixed assets

No depreciation is provided on the freehold property. It is the Association's policy to maintain this in such condition that its value to the Association is not impaired by the passage of time. As a result any element of depreciation would, in the opinion of the Committee, be immaterial.

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 1996

2	Tangible fixed assets	1996	1995
		£	£
	Freehold land and buildings at Streetsbrook Road, Solihull at cost	<u>48,538</u>	<u>48,538</u>
3	Investments	1996	1995
		£	£
	Listed investments, at cost	<u>122,722</u>	<u>105,622</u>
	The middle market value is	<u>171,023</u>	<u>147,381</u>
4	Loan to Old Edwardians Sports Club Limited	1996	1995
		£	£
	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	<u>9,000</u>	<u>9,000</u>
		<u>14,000</u>	<u>14,000</u>
5	Creditors: amounts falling due within one year	1996	1995
		£	£
	Commutated subscriptions	6,938	5,880
	Corporation tax	339	120
	Accruals	<u>1,414</u>	<u>2,217</u>
		<u>8,691</u>	<u>8,217</u>
6	Parental contribution fund		1996
			£
	1 January 1996		105,791
	Received in year		17,967
	Transfer to Income and Expenditure account		<u>(2,674)</u>
	31 December 1996		<u>121,084</u>

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS

31 December 1996

7	Other reserves	1996	1995
		£	£
	Browett fund	5,012	5,012
	Harold Davis fund (transferred to School)	-	193
		<u>5,012</u>	<u>5,205</u>
8	General Fund		1996
			£
	1 January 1996		8,848
	Surplus for the year		<u>2,876</u>
	31 December 1996		<u>11,724</u>
9	Taxation	1996	1995
		£	£
	Corporation tax on profit on ordinary activities at 24% (1995 25%)	677	501
	Tax credit on franked investment income	1,002	732
	Under provision in earlier years	8	-
		<u>1,687</u>	<u>1,233</u>

10 Interest and dividends received

Interest and dividends received include £6,555 (1995 £5,214) in respect of listed investments.