

Registered number: 33983

THE OLD EDWARDIANS' ASSOCIATION
FINANCIAL STATEMENTS
31 DECEMBER 1999

 *Clement
Keys*



THE OLD EDWARDIANS' ASSOCIATION

DIRECTORS' REPORT

31 DECEMBER 1999

The general committee present its report and the audited financial statements for the year ended 31 December 1999.

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 1999

The Committee has not afforded a current market valuation of the Freehold Land and Buildings shown in the Financial Statements at the 31 December 1999, as they do 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 met on six occasions during the year and the Annual General Meeting was held on the 9 June with the President, Roger Dancey, in the chair. All normal business was conducted by the President who provided an interesting review of the School's activities.

Within the General Committee a sub-committee was established to work on an approach from the School for financial assistance in connection with the building of a new Sports Pavillion on South Field. This work continues.

Two issues of the Gazette have been produced and issued to the members, monthly lunches have continued at the Clarendon Suite with a Christmas Supper being held in the Common Room at School.

The Committee has continued its policy of seeking to provide financial support for pupils past and present, this has been well received and has seen the recipients' experience being broadened.

The Sports Club has continued to strengthen its financial position and to improve the facilities in and around the clubhouse at Streebrook Road.

Officers

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

Chairman of the General Committee
Hon Treasurer
Hon Registrar
Hon Secretaries (joint)

R P M Thomson
A G Baxter
M D Baxter
D H Benson and C E Hereward

THE OLD EDWARDIANS' ASSOCIATION

DIRECTORS' REPORT
(continued)

31 DECEMBER 1999

Auditors

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

22 March 2000



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 5 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

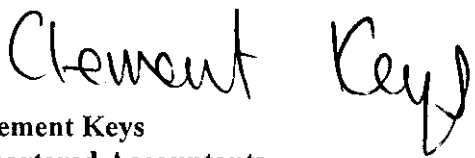
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 1999 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**

22 March 2000

THE OLD EDWARDIANS' ASSOCIATION

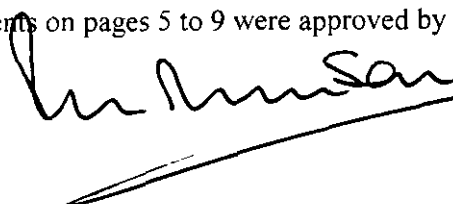
BALANCE SHEET

AT 31 DECEMBER 1999

	Note	1999		1998	
		£	£	£	£
Fixed assets					
Tangible assets	2		43,288		43,288
Investments	3		180,381		168,258
			<hr/>		<hr/>
			223,669		211,546
Current assets					
Loan to Old Edwardians Sports Club (of which £9,000 (1998 £12,000) is due in more than one year)	4	10,000		11,000	
Debtors		859		810	
Cash at bank and in hand		18,264		12,257	
		<hr/>		<hr/>	
		29,123		24,067	
Creditors: amounts falling due within one year	5	(10,619)		(10,923)	
		<hr/>		<hr/>	
Net current assets			18,504		13,144
			<hr/>		<hr/>
Total assets less current liabilities			242,173		224,690
			<hr/>		<hr/>
Capital and reserves					
Parental contribution fund	6		162,445		153,126
Ground appeal fund	7		43,288		43,288
Other reserves	8		5,012		5,012
Profit and loss account	9		31,428		23,264
			<hr/>		<hr/>
			242,173		224,690
			<hr/>		<hr/>

The financial statements on pages 5 to 9 were approved by the board of directors on 22 March 2000

R P M Thomson

 Chairman

THE OLD EDWARDIANS' ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 1999

	1999		1998	
	£	£	£	£
Income				
Subscriptions		7,133		7,628
Interest and dividends received - note 11		10,638		10,163
		<u>17,771</u>		<u>17,791</u>
Expenditure				
Gazettes	6,885		7,070	
Less advertising receipts	(1,160)		(1,015)	
	<u>5,725</u>		<u>6,055</u>	
Postages	2,177		2,594	
Printing and stationery	385		1,077	
King Edward's School Club and Prize	60		60	
Donations to Old Edwardians Sports Club Ltd	757		739	
Other donations	1,150		1,318	
Deficit on social events	155		40	
Incidentals	926		920	
Computer charges	819		1,110	
Auditors' remuneration	587		558	
Professional fees	-		588	
	<u>12,741</u>		<u>15,059</u>	
		5,030		2,732
Other income				
Transfer from Parental				
Contribution fund - note 6	4,795		4,088	
(Loss)/surplus on disposal of investment	<u>(34)</u>		<u>(915)</u>	
		<u>4,761</u>		<u>3,173</u>
Surplus for the year before taxation		9,791		5,905
Taxation - note 10		(1,627)		(2,077)
Surplus for year - note 9		<u>8,164</u>		<u>3,828</u>

RECONCILIATION OF MOVEMENTS IN FUNDS AND RESERVES
FOR THE YEAR ENDED 31 DECEMBER 1999

	1999	1998
	£	£
Surplus for the year	8,164	3,828
Parental contributions retained in year	9,319	22,811
Transfer from Ground Appeal Fund to Old Edwardians Sports Club	<u>-</u>	<u>(5,250)</u>
Increase in funds and reserves in year	17,483	21,389
Balances brought forward	224,690	203,301
Balances carried forward	<u>242,173</u>	<u>224,690</u>

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 1999

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 1999**

2	Tangible fixed assets	1999	1998
		£	£
	Freehold land and buildings at Streetsbrook Road, Solihull at cost at 1 January 1999	43,288	48,538
	Disposals	-	(5,250)
	At 31 December 1999	<u>43,288</u>	<u>43,288</u>
3	Investments	1999	1998
		£	£
	Cost		
	At 1 January 1999	168,258	132,615
	Additions	20,158	37,733
	Disposals	<u>(8,035)</u>	<u>(2,090)</u>
	At 31 December 1999	<u>180,381</u>	<u>168,258</u>
	The middle market value is	<u>306,400</u>	<u>273,893</u>
4	Loan to Old Edwardians Sports Club Limited	1999	1998
		£	£
	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	5,000	6,000
		<u>10,000</u>	<u>11,000</u>
5	Creditors: amounts falling due within one year	1999	1998
		£	£
	Commutated subscriptions	8,791	8,621
	Corporation tax	209	352
	Accruals	1,619	1,950
		<u>10,619</u>	<u>10,923</u>
6	Parental contribution fund		1999
			£
	At 1 January 1999		153,126
	Received in year		14,114
	Transfer to Income and Expenditure account		<u>(4,795)</u>
	At 31 December 1999		<u>162,445</u>

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 1999

7	Ground Appeal Fund	1999	1998
		£	£
	At 1 January 1999	43,288	48,538
	Transfer to Old Edwardians Sports Club	-	(5,250)
	At 31 December 1999	<u>43,288</u>	<u>43,288</u>
8	Other reserves	1999	1998
		£	£
	Browett fund	<u>5,012</u>	<u>5,012</u>
9	General fund		1999
			£
	At 1 January 1999		23,264
	Surplus for the year		8,164
	At 31 December 1999		<u>31,428</u>
10	Taxation	1999	1998
		£	£
	Corporation tax on profit on ordinary activities at 20% (1998 21%)	860	880
	Tax credit on franked investment income	767	1,198
	Over provision in earlier years	-	(1)
		<u>1,627</u>	<u>2,077</u>
11	Interest and dividends received		

Interest and dividends received include £9,646 (1998 £8,634) in respect of listed investments.