

Registered number: 33983

THE OLD EDWARDIANS' ASSOCIATION

FINANCIAL STATEMENTS

31 DECEMBER 2008




Clement Keys
CHARTERED ACCOUNTANTS

THE OLD EDWARDIANS' ASSOCIATION

DIRECTORS' REPORT

31 DECEMBER 2008

The general committee presents its report and the audited financial statements for the year ended 31 December 2008.

Statement of officers' responsibilities

The officers are responsible for preparing the Annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the officers to prepare financial statements for each financial year. Under that law the officers have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 these financial statements, the officers 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 officers are responsible for keeping proper accounting records which 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 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.

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. This continues, and there is additionally an increasingly close rapport with the School engendered by the happy coincidence of now having an enthusiastic Old Edwardian as Chief Master.

Report of the General Committee for 2008

The General Committee is pleased to present its report and the audited financial statements for the year ended 31 December 2008. 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 2008 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 principal activity of the Association has been the promotion of fellowship among former pupils of, and those connected with, King Edward's School, Birmingham. The closer links with the School, alluded to in last year's report, were built upon with the new administrative arrangements approved at the Annual General Meeting ('AGM'). As a result the School, through its new development director, Simon Lerwill, is now organising and managing the Association's activities, its database, its website, its events and the publication of the Gazette. Simon's skills and energy are already evident in discussions at Committee meetings, and the investment made by the School for state-of-the-art database technology is something the Association alone would have found a challenge.

The Committee has met five times during the financial year. The AGM was held on 10 September 2008. All normal business was conducted, the proposals mentioned above were unanimously approved, and we enjoyed the unashamedly enthusiastic report from the Chief Master about recent activities and aspirations for the School. Of particular note were the strongly improving academic results and the exciting but welcome challenge of shifting wholesale to the International Baccalaureat.

THE OLD EDWARDIANS' ASSOCIATION

DIRECTORS' REPORT

31 DECEMBER 2008

Report of the General Committee for 2008 (continued)

The abbreviated Spring edition of the Gazette was followed up by the finished article before Christmas, for which I congratulate Michael Parslew and our printers Hill Shorter. It really is a new look for a new era.

The Biennial Dinner in September was a little light on numbers, but Peter Grant had his audience transfixed. It was an evening to be a proud OE. As in 2007, we hope to have a less formal event this year, details to follow. The Annual Supper at the Memorial Ground was again a springboard for Christmas, and the London Old Edwardians Dinner was redolent of the Biennial – slightly lighter numbers but a fabulous speech from Paul Gompertz.

The Committee's policy to assist pupils past and present to broaden their horizons has continued, and we are especially pleased that the new arrangements should allow the Association's surplus income to help widen access to the school through the Assisted Places Scheme.

The drainage works at the Memorial Ground are nearing completion and, given the volume of water coming off, should have the desired effect. We look forward to hearing of sporting successes and increasing club activity now that aquatics are off the menu.

Directors

The directors for the company during the year were as follows:

A Baxter
M Baxter
J P N Martin

Provision of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

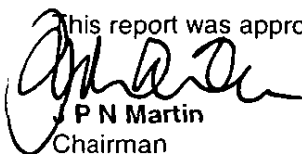
- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that director has taken all steps that ought to have been taken as a director in order to be aware of any information needed by the Company's auditors in connection with preparing their report and to establish that the Company's auditors are aware of that information.

Auditors

The auditors, Clement Keys, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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

This report was approved by the board on 6 April 2009 and signed on its behalf.



J P N Martin
Chairman

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

We have audited the financial statements of The Old Edwardians' Association for the year ended 31 December 2008, set out on pages 5 to 10. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

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 Auditors' 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 officers and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

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 and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

We read the directors' 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 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 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.

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

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2008 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the directors' report is consistent with the financial statements.

Clement Keys

Clement Keys

**Chartered Accountants
Registered Auditors**

**39/40 Calthorpe Road
Edgbaston
Birmingham
B15 1TS**

6 April 2009

THE OLD EDWARDIANS' ASSOCIATION


BALANCE SHEET

AT 31 DECEMBER 2008

	Note	2008		2007	
		£	£	£	£
Fixed assets					
Tangible fixed assets	2		43,288		43,288
Investments	3		415,433		381,797
			<u>458,721</u>		<u>425,085</u>
Current assets					
Loan to Old Edwardians Sports Club Limited (of which £Nil (2007 £1,000) is due in more than one year)	4	1,000		2,000	
Stock		1,545		470	
Debtors		433		800	
Cash at bank and in hand		50,849		57,309	
		<u>53,827</u>		<u>60,579</u>	
Creditors: amounts falling due within one year	5	(34,068)		(17,523)	
Net current assets			<u>19,759</u>		<u>43,056</u>
Total assets less current liabilities			<u>478,480</u>		<u>468,141</u>
Capital and reserves					
Parental contribution fund	6		300,849		294,098
Ground appeal fund	7		43,288		43,288
Other reserves	8		5,012		5,012
Genera fund	9		129,331		125,743
			<u>478,480</u>		<u>468,141</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved and authorised for issue by the board and signed on its behalf on 6 April 2009.


J P N Martin
Chairman

The notes on pages 8 to 10 form part of these financial statements.

THE OLD EDWARDIANS' ASSOCIATION
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2008

	Note	2008		2007	
		£	£	£	£
Income					
Subscriptions			6,239		6,259
Interest and dividends received	11		23,592		16,998
Donations received			100		-
			<u>29,931</u>		<u>23,257</u>
Expenditure					
Gazettes		10,642		6,989	
Less advertising receipts		-		(540)	
		<u>10,642</u>		<u>6,449</u>	
Postages		2,900		2,869	
Printing and stationery		2,123		948	
King Edward's School Prize		100		100	
Donations to Old Edwardians Sports Club Ltd		18,941		914	
Other donations		1,050		800	
Deficit on social events		465		257	
Incidentals		673		415	
Computer charges		1,601		1,916	
Auditors' remuneration		719		705	
Professional fees		259		1,536	
			<u>39,473</u>		<u>16,909</u>
			(9,542)		6,348
Other income					
Transfer from Parental					
Contribution fund	6	10,794		10,444	
Profit on disposal of investments		<u>5,902</u>		<u>9,997</u>	
			<u>16,696</u>		<u>20,441</u>
Surplus for the year before taxation			7,154		26,789
Taxation	10		(3,566)		(3,609)
Surplus for year	9		<u>3,588</u>		<u>23,180</u>

THE OLD EDWARDIANS' ASSOCIATION
RECONCILIATION OF MOVEMENTS IN FUNDS AND RESERVES
FOR THE YEAR ENDED 31 DECEMBER 2008

	2008 £	2007 £
Surplus for the year	3,588	23,180
Parental contributions retained in year	6,751	15,744
	<hr/>	<hr/>
Increase in funds and reserves in year	10,339	38,924
Balances brought forward	468,141	429,217
	<hr/>	<hr/>
Balances carried forward	478,480	468,141
	<hr/>	<hr/>

Income and surplus derive wholly from continuing operations.

There were no recognised gains and losses for 2008 or 2007 other than those included in the income and expenditure account.

The notes on pages 8 to 10 form part of these financial statements.

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2008

1 Accounting policies

Basis of accounting

The financial statements of the company are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

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 Land 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 are 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.

2 Tangible fixed assets

	2008	2007
	£	£
Freehold land and buildings at Streetsbrook Road, Solihull at cost at 1 January 2008 and 31 December 2008	43,288	43,288

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2008

3	Investments	2008	2007
		£	£
	Cost		
	At 1 January 2008	381,797	365,753
	Additions	56,364	40,515
	Disposals	(22,728)	(24,471)
		<hr/>	<hr/>
	At 31 December 2008	415,433	381,797
		<hr/>	<hr/>
	The middle market value is	412,228	539,020
		<hr/>	<hr/>
4	Loan to Old Edwardians Sports Club Limited	2008	2007
		£	£
	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	-	1,000
		<hr/>	<hr/>
		1,000	2,000
		<hr/>	<hr/>
5	Creditors: amounts falling due within one year	2008	2007
		£	£
	Commuted subscriptions	7,198	8,233
	Accruals	26,870	9,290
		<hr/>	<hr/>
		34,068	17,523
		<hr/>	<hr/>
6	Parental contribution fund	2008	
		£	
	At 1 January 2008		294,098
	Received in year		17,545
	Transfer to Income and Expenditure account		(10,794)
			<hr/>
	At 31 December 2008		300,849
			<hr/>

THE OLD EDWARDIANS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2008

7	Ground Appeal Fund	2008	2007
		£	£
	At 1 January 2008 and 31 December 2008	43,288	43,288
		<u> </u>	<u> </u>
8	Other reserves	2008	2007
		£	£
	Browett Fund at 1 January 2008 and 31 December 2008	5,012	5,012
		<u> </u>	<u> </u>
9	General fund		2008
			£
	At 1 January 2008		125,743
	Surplus for the year		3,588
	At 31 December 2008		<u>129,331</u>
10	Taxation	2008	2007
		£	£
	UK corporation tax charge on profits for the year	1,896	2,356
	Tax credit on franked investment income	1,670	1,256
	Over provision for previous year	-	(3)
		<u>3,566</u>	<u>3,609</u>
		<u> </u>	<u> </u>

There were no factors that affected the tax charge for the year which has been calculated on the profits not exempt from mutual trading at the standard rate of corporation tax in the UK of 20.75% (2007 – 19.75%).

There are no factors that may affect future tax charges.

11 Interest and dividends received

Interest and dividends received include £ 17,372 (2007 - £12,259) in respect of listed investments.