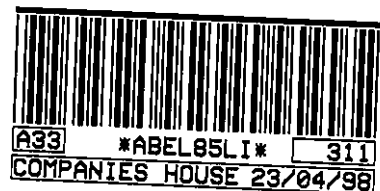


Sherborne School for Girls

(Company limited by Guarantee and not
having a share capital)
Registered Charity

REPORT AND ACCOUNTS

31 August 1997



Baker Tilly
Registered Auditor
Chartered Accountants
Old Sarum House
49 Princes Street
Yeovil
Somerset BA20 1EG

Sherborne School for Girls

MEMBERS OF THE COUNCIL AND OFFICERS

COUNCIL MEMBERS

Mr G A Pitt-Rivers OBE DL	Chairman
The Right Reverend The Bishop of Sherborne	
Mrs J C Peake	
Mrs J R Grayburn MA	
Mrs J T Melvin JP	
The Viscountess Ullswater	
Mrs E A Smart MA BCL	
Mr A O H Quick MA	
Rear Admiral Sir John Garnier KCVO CBE	
Mr C Clayton	
Mr A W C Edwards	
Mrs H Stone	
Mr N R Bomford MA FRSA	
Mr S J Mabey MA FCA	
Dr R S P Beddington D.Phil	
General Sir John Wilsey GCB CBE	
The Reverend Canon A C J Phillips BD AKC Phd	

CLERK TO THE GOVERNORS

Commander D A A Willis

REGISTERED OFFICE

Sherborne School for Girls
Sherborne
Dorset
DT9 3LH

AUDITORS

Baker Tilly
Registered Auditor
Chartered Accountants
Old Sarum House
49 Princes Street
Yeovil
Somerset BA20 1EG

Sherborne School for Girls

MEMBERS OF THE COUNCIL AND OFFICERS

PRINCIPAL BANKERS

National Westminster Bank plc
50 Cheap Street
Sherborne
Dorset DT9 3BH

INVESTMENT ADVISERS

Henderson Crosthwaite Limited
PO Box 442
32 St Mary At Hill
London
EC3P 3AJ

COMPANY NUMBER

306828

REGISTERED CHARITY NUMBER

307427

Sherborne School for Girls

REPORT OF THE COUNCIL

for the year ended 31 August 1997

The Members of the Council submit their report and the group financial statements of Sherborne School for Girls for the year ended 31 August 1997.

LEGAL AND ADMINISTRATIVE INFORMATION

The School is a registered charity. The registration number is 307427. It is incorporated under the Companies Acts and the liability of its members is limited by guarantee. The registered number is 306828.

The object of the charity is to manage, maintain and develop a boarding school providing an all round Christian education to a high academic level and for each girl to fulfil her potential.

PRINCIPAL ACTIVITIES

The charity's principal activity during the year was the operation of a boarding school. The charity's subsidiary, Mulliner Trading (Sherborne) Limited, managed the trading activities on behalf of the School.

RESULTS

The consolidated net income for the year was £5,309,597. Included in the result is £41,000 net income from the non charitable trading subsidiaries.

REVIEW OF THE BUSINESS

During the period covered by these accounts the average number of pupils was 411; by way of comparison the pupil complement for the Autumn Term was 420. Some 55 pupils received financial assistance, through bursaries and scholarships, from the School during the academic year 1996/97.

The School achieved the following examination results in Summer 1997:

A' level: A - 34%; A,B - 67%; A-C 88%; A-E - 97%.

GCSE: A* - 15.62%; A*,A - 52.78%; A*-B - 87.50%; A8 -C - 99.27%.

The School has continued to set and achieve high standards in games, music and drama. In games and music, girls participated and competed at local, regional and national level. Girls also took part in a wide range of activities including public speaking competitions, cultural and recreational visits, and the Duke of Edinburgh Award Scheme.

The accounts have been prepared in the Statement of Recommended Practice format outlined in the Charities Act. In particular, this relates to the consolidated statement of financial activities shown at pages 7 and 8. The accounts also include the market value of investments, rather than the cost. Recent, post balance sheet, fluctuations in the stock market have been weathered without significant loss in value. Investments held by the Charity have been acquired in accordance with the powers available to Trustees.

Sherborne School for Girls

REPORT OF THE COUNCIL

for the year ended 31 August 1997

The accounts also show, for the first time, the profits arising from the use of the charity's facilities during the 1996 and 1997 summer holiday periods. This injection of income has contributed to the achievement of an operating surplus, thus enabling the school to continue its programme of investment in facilities to keep step with advances in the fields of education and information technology. The soundness of the balance sheet also shows the level of investment to enable the charity to fulfil its objects. Further investment, particularly in information technology, sports and arts facilities, and boarding accommodation will enable the school to further enhance the quality of its education provision.

COUNCIL

Members of the Council are listed below:-

Mr G A Pitt-Rivers OBE DL
The Right Reverend The Bishop of Sherborne
Mrs J C Peake
Mrs J R Grayburn MA
Mr H E M Barnes FCA (resigned 2 December 1996)
Mrs J T Melvin JP
Mr P F Moule (resigned 2 December 1996)
The Viscountess Ullswater
Mrs E A Smart MA BCL
Mr A O H Quick MA
Rear Admiral Sir John Garnier KCVO CBE
Mr C Clayton
Mr A W C Edwards
Mrs H Stone
Mr N R Bomford MA FRSA
Mr S J Mabey MA FCA
Dr R S P Beddington D.Phil
General Sir John Wilsey GCB CBE DL

The following members in accordance with the articles of association retire at the annual general meeting and being eligible offer themselves for re-election:-

Mrs J T Melvin JP
The Viscountess Ullswater
Rear Admiral Sir John Garnier KCVO CBE
Dr R S P Beddington D.Phil

Mr C Clayton will retire at the annual general meeting and not seek re-election.

No director was interested in the shares of the subsidiary company.

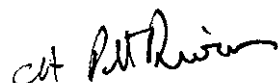
Sherborne School for Girls

REPORT OF THE COUNCIL

for the year ended 31 August 1997

AUDITORS

A resolution to re-appoint Baker Tilly as auditors, will be put to the Council of Members at the Annual General Meeting.



Chairman 23.3.98

Registered office:
Sherborne School for Girls
Sherborne
Dorset DT9 3LH

Sherborne School for Girls

THE COUNCIL MEMBERS RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the Members of the Council to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the School and of the surplus or deficit of the School for that period. In preparing those financial statements, the Members of the Council are required to:-

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed; subject to any material departures disclosed in the financial statements;
- d. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the School will continue in business.

The Members of the Council are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the School and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the School and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS' REPORT TO THE MEMBERS OF THE COUNCIL OF SHERBORNE SCHOOL FOR GIRLS

We have audited the financial statements on pages 8 to 22 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page

Respective responsibilities of the Members of the Council and auditors

As described on page 5 the Members of the Council, who are also the directors of Sherborne School for Girls for the purposes of company law, are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on the financial 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 judgements made by the Members of the Council 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 accounts 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

In our opinion the accounts give a true and fair view of the state of affairs of the charitable company and its subsidiary as at 31 August 1997 and of their incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BAKER TILLY
Registered Auditor
Chartered Accountants
Old Sarum House
49 Princes Street
Yeovil
Somerset BA20 1EG

27 March 1998

Sherborne School for Girls

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 August 1997

	Notes	Unrestricted funds £	Restricted funds £	Total 1997 £	Total 1996 £
Incoming resources					
Gross school fees		5,005,282	-	5,005,282	4,932,022
Donations and gifts		-	154,243	154,243	36,575
Investment income		62,183	26,882	89,065	99,876
Net income of trading subsidiary	1	41,000	-	41,000	-
Other income		20,007	-	20,007	14,869
Total incoming resources		5,128,472	181,125	5,309,597	5,083,342
Resources expended					
Scholarships, staff fees and bursaries		256,271	30,021	286,292	257,044
Direct charitable expenditure		4,119,213	-	4,119,213	4,057,626
Net loss on disposal of tangible fixed assets		3,395	-	3,395	-
Other expenditure:					
Fund raising and publicity		103,033	-	103,033	15,318
Management and administration of charity		515,502	-	515,502	424,017
Total resources expended	2	4,997,414	30,021	5,027,435	4,754,005
Net incoming resources		131,058	151,104	282,162	329,337
Gains/(losses) on investment assets					
Realised		(5,298)	-	(5,298)	(6,547)
Unrealised		85,321	78,883	164,204	63,168
Net movement in funds		211,081	229,987	441,068	385,958
Fund balances brought forward at 1 September 1996		6,127,044	335,350	6,462,394	6,135,096
Prior year adjustment	18	243,036	61,403	304,439	245,779
Revised fund balances brought forward at 1 September 1996		6,370,080	396,753	6,766,833	6,380,875
Fund balances carried forward at 31 August 1997		6,581,161	626,740	7,207,901	6,766,833

Sherborne School for Girls

CONSOLIDATED SUMMARY INCOME AND EXPENDITURE ACCOUNT for the year ended 31 August 1997

	<i>Note</i>	1997 £	1996 £
Gross income of continuing operations		5,268,597	5,083,342
Non charitable trading activities: net income	1	41,000	-
		<hr/>	<hr/>
Total income of continuing operations		5,309,597	5,083,342
Total expenditure of continuing operations	2	5,027,435	4,754,005
		<hr/>	<hr/>
Net increase before investment asset disposals		282,162	329,337
Loss on disposal of fixed asset investments		(5,298)	(6,547)
		<hr/>	<hr/>
Net income for the year		276,864	322,790
		<hr/>	<hr/>

- Total income comprises £5,128,472 for unrestricted funds and £181,125 for restricted funds. A detailed analysis of income by source is provided in the Statement of Financial Activities.
- Turnover of non charitable trading activities amounts to £82,600. A detailed analysis of the trading results is shown in Note 1.
- Detailed analysis of the expenditure are provided in the Statement of Financial Activities and Note 2.
- Net income before investment asset disposals for the year of £282,162 comprises £131,058 net income of unrestricted funds plus £151,104 net income of restricted funds, as shown in the Statement of Financial Activities.
- The summary Income and Expenditure Account is derived from the Statement of Financial Activities on page 7 which, together with the notes to the account on pages 12 to 21, provides full information in the movements during the year on all the funds of the group.
- No separate Statement of Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Income and Expenditure Account.

The notes on pages 12 to 22 form part of these accounts.

Sherborne School for Girls

BALANCE SHEET

31 August 1997

	Notes	1997 £	Group 1996 £	1997 £	Charity 1996 £
FIXED ASSETS					
Tangible assets	4	6,254,690	5,994,077	6,254,690	5,994,077
Investments	5	1,830,750	1,482,337	1,830,850	1,482,437
		<u>8,085,440</u>	<u>7,476,414</u>	<u>8,085,540</u>	<u>7,476,514</u>
CURRENT ASSETS					
Stocks		64,630	63,263	64,630	63,263
Debtors	12	91,391	114,943	99,474	114,943
Cash at bank and in hand		87,756	389,414	65,657	389,414
		<u>243,777</u>	<u>567,620</u>	<u>229,761</u>	<u>567,620</u>
CREDITORS					
Amounts falling due within one year	13	574,228	580,759	560,312	580,859
		<u>(330,451)</u>	<u>(13,139)</u>	<u>(330,551)</u>	<u>(13,239)</u>
NET CURRENT LIABILITIES					
TOTAL ASSETS LESS CURRENT LIABILITIES					
		7,754,989	7,463,275	7,754,989	7,463,275
CREDITORS					
Amounts falling due after more than one year	14	547,088	696,442	547,088	696,442
		<u>7,207,901</u>	<u>6,766,833</u>	<u>7,207,901</u>	<u>6,766,833</u>
NET ASSETS					
INCOME FUNDS					
Restricted funds	6	626,740	396,753	626,740	396,753
Unrestricted funds		6,581,161	6,370,080	6,581,161	6,370,080
Non charitable trading funds		-	-	-	-
	8	<u>7,207,901</u>	<u>6,766,833</u>	<u>7,207,901</u>	<u>6,766,833</u>

Approved by the Members of the Council on 1 December 1997 and signed on its behalf by

The notes on pages 12 to 21 form part of these accounts

Sherborne School for Girls
CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 August 1997

	<i>Notes</i>	1997 £	1996 £
Reconciliation of operating result to net cash inflow from operating activities			
Changes in resources before revaluation		282,162	329,337
Depreciation		321,985	-
Loss on disposal of tangible fixed assets		3,395	302,047
Interest paid		(32,883)	(46,126)
Investment income		89,065	99,876
Increase/(decrease) in creditors : Current liabilities		23,089	(81,545)
(Decrease)/increase in creditors: Long term		(74,354)	30,439
Decrease in debtors		23,552	28,027
Increase in stocks		(1,367)	(5,547)
		<u>634,644</u>	<u>656,508</u>
CASH FLOW STATEMENT			
Net cash inflow from operating activities		634,644	656,508
Returns on investment and servicing of financing:			
Interest paid on bank overdraft and loan		32,883	46,126
Investment income		(89,065)	(99,876)
		<u>(56,182)</u>	<u>(53,750)</u>
Capital expenditure	17	(606,368)	(233,654)
Financing			
Loans repaid		(75,000)	(75,000)
		<u>(102,906)</u>	<u>294,104</u>
(Decrease)/increase in cash			
Reconciliation of net cash flow to movement in net debt	17		
(Decrease)/increase in cash in period		(102,906)	294,104
Net funds at 1 September 1996		247,508	(46,596)
		<u>144,602</u>	<u>247,508</u>
Net funds at 31 August 1997			

The notes on pages 12 to 21 form part of these accounts.

Sherborne School for Girls

ACCOUNTING POLICIES

for the year ended 31 August 1997

BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with the Charities (Accounts and Reports) Regulations 1995, the Statement of Recommended Practice "Accounting by Charities" and under the historical cost convention as modified for the revaluation of certain assets and in accordance with applicable accounting concepts.

The following accounting policies have been applied consistently in dealing with items which are considered material to the financial statements.

INCOMING RESOURCES

Gross school fees comprises gross fees receivable and fees for extra tuition etc. after deducting introductory commission.

FIXED ASSETS AND DEPRECIATION

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Buildings	2.5% of cost
Fire precautions	5% of cost
Boilers	10% of cost
Furniture, machinery and equipment	10% of cost
Vehicles	20% of cost
Computer and office equipment	33 1/3% of cost

No depreciation is provided on freehold land.

Library additions are written off in the year of acquisition.

STOCKS

Stocks are valued at the lower of cost or net realisable value.

INVESTMENTS

Investments listed on a recognised stock exchange are valued at the mid-market value at the balance sheet date.

Provision is made for any permanent diminution in the value of fixed asset investments.

PENSION CONTRIBUTIONS

The costs of providing pensions for employees are charged in the income and expenditure account over the average working life of employees in accordance with the recommendations of qualified actuaries. Any funding surplus or deficit which may arise from time to time is amortised over the average working life of employees.

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

1 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The Charity has a wholly owned trading subsidiary, Mulliner Trading (Sherborne) Limited, which is incorporated in the UK. The subsidiary managed the trading activities of the School. A summary of the trading position is shown below. Audited accounts have been filed with the Registrar of Companies.

	<i>Period ended</i> 31.08.97 £
Profit and loss account	
Turnover	82,600
Cost of sales	38,983
	<hr/>
Gross profit	43,617
Administration	(2,617)
Interest payable	(113)
	<hr/>
Net profit	40,887
Amount covenanted to Sherborne School for Girls	(40,887)
	<hr/>
Retained in subsidiary	-
	<hr/>

2 ANALYSIS OF TOTAL RESOURCES EXPENDED

	<i>Staff costs</i> £	<i>Other</i> £	<i>Depreciation</i> £	<i>Total</i> £
Scholarships, staff fees and bursaries	-	286,292	-	286,292
Direct charitable expenditure	2,846,928	998,199	274,086	4,119,213
Net loss on disposal of tangible fixed assets	-	-	3,395	3,395
Other expenditure				
Fund raising and publicity	-	103,033	-	103,033
Management and administration Of the charity	322,865	144,738	47,899	515,502
	<hr/>	<hr/>	<hr/>	<hr/>
Total 1997	3,169,793	1,532,262	325,380	5,027,435
	<hr/>	<hr/>	<hr/>	<hr/>
Total 1996	3,104,927	1,347,031	302,047	4,754,005
	<hr/>	<hr/>	<hr/>	<hr/>

Sherborne School for Girls

NOTES TO THE ACCOUNTS

For the year ended 31 August 1997

3 CHANGES IN RESOURCES AVAILABLE FOR CHARITY USE

	<i>Unrestricted funds £</i>	<i>Restricted funds £</i>	<i>1997 £</i>	<i>Total 1996 £</i>
Net movement in funds for the year	211,081	229,987	441,068	327,298
Net increase in tangible fixed assets:				
for direct charitable	243,269	-	243,269	(105,253)
for other purposes	17,344	-	17,344	16,894
Net movement in funds available for future activities	471,694	229,987	701,681	238,939

4 TANGIBLE FIXED ASSETS

GROUP AND CHARITY

	<i>Freehold land £</i>	<i>Buildings £</i>	<i>Furniture machinery and equipment £</i>	<i>Total £</i>
Cost				
1 September 1996	24,658	7,615,797	1,063,579	8,704,034
Additions	-	419,618	174,375	593,993
Disposals	-	-	(51,511)	(51,511)
31 August 1997	24,658	8,035,415	1,186,443	9,246,516
Depreciation				
1 September 1996	-	1,889,431	820,526	2,709,957
Charge for year	-	228,865	93,120	321,985
On disposals	-	-	(40,116)	(40,116)
31 August 1997	-	2,118,296	873,530	2,991,826
Written down values				
31 August 1997	24,658	5,917,119	312,913	6,254,690
31 August 1996	24,658	5,726,366	243,053	5,994,077

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

4	TANGIBLE FIXED ASSETS (<i>continued</i>)	1997 £	1996 £
	At 31 August 1997 capital expenditure commitments were as follows:		
	Expenditure contracted for:		
	Computers	30,000	30,000
	Equipment	7,500	5,495
	Telephone system	49,723	-
		<u>87,223</u>	<u>35,495</u>

5	INVESTMENTS	<i>Group</i>		<i>Charity</i>	
		1997	1996	1997	1996
		£	£	£	£
	Investments listed on a recognised stock exchange	1,609,243	1,429,962	1,609,243	1,429,962
	Investment in trading subsidiary	-	-	100	100
	Cash held on deposit	221,507	52,375	221,507	52,375
		<hr/>	<hr/>	<hr/>	<hr/>
		1,830,750	1,482,337	1,830,850	1,482,437

	<i>Composition of fees investments quoted</i> £	<i>General investments quoted</i> £	<i>cash</i> £	<i>Other specific funds quoted</i> £	<i>cash</i> £
Cost:					
1 September 1996	203,911	617,723	20,914	137,730	25,121
Net gains on revaluation	-	243,036	-	58,586	-
Market value at 1 September 1996	203,911	860,759	20,914	196,316	25,121
Less: Disposal at opening book value	(61,653)	(68,909)	-	-	(17,926)
Add: Acquisitions at cost	-	24,226	139,441	-	39,431
Net gains on revaluation At 31 August 1997	(5,943)	91,264	-	36,416	-
Market value at 31 August 1997	<u>136,315</u>	<u>907,340</u>	<u>160,355</u>	<u>232,732</u>	<u>46,626</u>
Historical cost at 31 August 1997	<u>145,033</u>	<u>573,039</u>		<u>39,840</u>	
Totals	<u>136,315</u>	<u>1,067,695</u>		<u>279,358</u>	

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1996

5 INVESTMENTS (continued)

	<i>Boughey Trust Fund</i>		<i>Verdon-Smith Fund</i>	
	<i>quoted</i>	<i>cash</i>	<i>quoted</i>	<i>cash</i>
	£	£	£	£
Cost:				
1 September 1996	-	-	166,159	6,340
Net gains on revaluation	-	-	2,817	-
Market value at 1 September 1996	-	-	168,976	6,340
Less: Disposals at opening book value	-	(9,850)	-	(13,395)
Add: Acquisitions at cost	121,413	18,985	-	12,446
Net gains on revaluation at 31 August 1997	17,800	-	24,667	-
Market value at 31 August 1997	139,213	9,135	193,643	5,391
Historical cost at 31 August 1997	121,413		166,159	
Totals	148,348		199,034	

The investment of Other Specific funds represents the assets of the following:

	1997	1996
	£	£
Scholarship fund	240,265	190,244
Prizes fund	39,093	31,193
	279,358	221,437

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

6 RESTRICTED FUNDS

These comprise Scholarship, Prizes, Verdon-Smith and Boughey Trust funds and are represented by specific investments (see 5 above).

OTHER SPECIFIC FUNDS	<i>Scholarship fund</i> £	<i>Prize fund</i> £	<i>Total</i> £
1 September 1996	137,851	25,000	162,851
Revaluation	52,393	6,193	58,586
Revised balance 1 September 1996	190,244	31,193	221,437
Donations received	20,743	6,016	26,759
Dividends and interest	11,197	1,475	12,672
Gain on revaluation	32,706	3,710	36,416
	254,890	42,394	297,284
Scholarships and prizes awarded and books purchased	14,625	3,301	17,926
31 August 1997	240,265	39,093	279,358
	<i>Boughey Trust Fund</i> £	<i>Verdon-Smith Bursary Fund</i> £	
1 September 1996	-	172,499	
Net gain on revaluation	-	2,817	
Market value at 1 September 1996	-	175,316	
Donations received	127,484	-	
Dividends and interest	3,864	10,346	
Gains on revaluation	17,800	24,667	
	149,148	210,329	
Bursaries awarded	800	11,295	
31 August 1997	148,348	199,034	626,740

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

7 ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS

	<i>Unrestricted</i>	<i>Restricted funds</i>	<i>Total funds</i>	<i>funds</i>
		£	£	£
Fund balances at 31 August 1997 are represented by:				
Tangible fixed assets	6,254,690	-	6,254,690	
Investments	1,204,010	626,740	1,830,750	
Current assets	243,777	-	243,777	
Current liabilities	(574,228)	-	(574,228)	
Long term liabilities	(547,088)	-	(547,088)	
Total net assets	6,581,161	626,740	7,207,901	
Unrealised gains included above				
On investments (see note below)	328,357	140,286	468,643	
Reconciliation of movements in unrealised				
Gains on investment assets				
Unrealised gains at 31 August 1996	243,036	61,403	304,439	
Add: Net gains arising on revaluation in year	85,321	78,883	164,204	
Unrealised gains at 31 August 1997	328,357	140,286	468,643	

8 STAFF COSTS	1997	1996
	£	£
Wages and salaries	2,792,166	2,725,596
Social security costs	201,480	201,023
Other pension costs	176,147	178,308
	3,169,793	3,104,927

The average weekly number of employees during the year was as follows:

	No.	No.
Teaching staff (full time equivalent)	62	66
Administrative and domestic staff etc. (total)	148	144
	210	210

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

9 PENSIONS

Teaching staff

Provision for the pensions of teaching staff is made by contributions to the scheme of the Department of Education. The pension cost charge represents contributions and administration charges payable by the school and amounts to £114,910 (1996 £114,789).

Non teaching staff

During the year the company changed the pension scheme quoted for non teaching staff from a defined benefit pension scheme to a defined contribution scheme. The assets are held separately from those of the company in an independently administered fund.

The pension charge for the period represents contributions payable by the company and amounted to £61,237 (1996 - £52,454).

10 RELATED PARTY TRANSACTIONS

No member of the Council received fees or other emoluments.

11 NET INCOME/(EXPENDITURE) FOR THE YEAR

Net income/(expenditure) is stated after charging.

	1997 £	1996 £
Depreciation of tangible fixed assets	321,985	302,047
Loss on disposal of fixed assets	3,995	-
Loss on disposal of investments	5,278	6,361
Staff costs (note 8)	3,169,793	3,104,927
Auditors remuneration		
Audit	5,000	5,000
Financial advice and accountancy	10,804	9,570

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

12	DEBTORS	<i>Group</i>		<i>Charity</i>	
		1997 £	1996 £	1997 £	1996 £
	Fees and extras less provision for doubtful debts	43,500	64,858	43,500	64,858
	Amounts owed by subsidiary undertaking	-	-	8,412	-
	Other debtors	22,089	44,650	21,760	44,650
	Prepayments	25,802	5,435	25,802	5,435
		<u>91,391</u>	<u>114,943</u>	<u>99,474</u>	<u>114,943</u>

The amounts owed by subsidiary undertaking is a loan, repayable on demand, attracting interest at 1% over LIBOR to Mulliner Trading (Sherborne) Limited.

13	CREDITORS	<i>Group</i>		<i>Charity</i>	
		1997 £	1996 £	1997 £	1996 £
	Amounts falling due within one year:				
	Composition of fees	64,800	115,020	64,800	115,020
	Bank overdraft and loan	164,661	194,281	164,661	194,281
	Social security and other taxes	15,702	1,820	6,272	1,820
	Other creditors and accruals	127,832	126,888	123,346	126,988
	Fees received in advance	201,233	142,750	201,233	142,750
		<u>574,228</u>	<u>580,759</u>	<u>560,312</u>	<u>580,859</u>

Included in other creditors and accruals is an amount of £Nil (1996 £23,546) due to Mulliner Trading (Sherborne) Limited, the trading subsidiary of the School.

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

14 CREDITORS

GROUP AND CHARITY

	1997 £	1996 £
Amounts falling due after more than one year:		
Composition of fees and interest	97,088	171,442
Bank loan	450,000	525,000
	<u>547,088</u>	<u>696,442</u>
Repayable by instalments		
Bank loan: between 2 and 5 years	300,000	300,000
after 5 years	150,000	225,000
	<u>450,000</u>	<u>525,000</u>

The loan is repayable by thirty four equal instalments to be taken every four months. Repayment commenced on 27 April 1993 and interest is to be charged at 1.25% over bank base rate.

Composition of fees represents amounts paid in advance to the School which will be credited to turnover in more than one year. In the event of a pupil not being offered a place, or who leaves early, a repayment of the composition will fall due upon notice by the parent.

15 COMPANY INCOME AND EXPENDITURE ACCOUNT

As permitted by s230(3) Companies Act 1985, the company has not presented its own income and expenditure account.

16 CONTINGENT LIABILITY

There were no contingent liabilities at 31 August 1997 or at 31 August 1996.

Sherborne School for Girls

NOTES TO THE ACCOUNTS

for the year ended 31 August 1997

17 NOTES TO THE CASH FLOW STATEMENT

	1997 £	1996 £
a. Capital expenditure - gross cash flows		
Payments to acquire tangible fixed assets and investments	(739,632)	(329,143)
Receipts from sales of tangible fixed assets and investments	133,264	95,489
	<u>(606,368)</u>	<u>(233,654)</u>
b. Analysis of charges in net debt		

	At 1 September 1996 £	Cash flows £	At 31 August 1997 £
Cash in hand and at bank	389,414	(301,658)	87,756
Investments deposits	52,375	169,132	221,507
Debt due within one year	(194,281)	29,620	(164,661)
	<u>247,508</u>	<u>(102,906)</u>	<u>144,602</u>

18 PRIOR YEAR ADJUSTMENT

The prior year adjustment relates to the investments being restated at market value at 31 August 1996 as detailed in note 5.