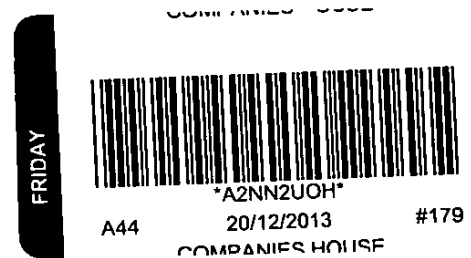


# **MONKTON HOUSE KINGS COLLEGE (CARDIFF) EDUCATIONAL TRUST LIMITED**

## **ANNUAL REPORT AND ACCOUNTS**

**2012-2013**



**COMPANY NUMBER: 894179  
CHARITY NUMBER: 525759**

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# 1 REFERENCE AND ADMINISTRATIVE INFORMATION

## 1.1 Reference Information

Name	Monkton House Kings College (Cardiff) Educational Trust Limited
Other names used	Kings Monkton School
Registered Charity	Charity Number 525759
Company Limited by Guarantee	Company Number 894179
Registered Office	60 Queens Road, Reading RG1 4BS
Principal place of business	6 West Grove, Cardiff, CF24 3XL (until April 2013)
Website	<a href="http://www.kingsmonkton.org.uk">www.kingsmonkton.org.uk</a> (until April 2013)
Email	<a href="mailto:mail@kingsmonkton.org.uk">mail@kingsmonkton.org.uk</a> (until April 2013)
Telephone	+44(0) 29 2048 2854 (until April 2013)
Fax	+44(0) 29 2049 0484 (until April 2013)

## 1.2 Board of Trustees

The following Trustees have served throughout the period covered by this report:

N McIntosh (Chairman until retirement November)  
W Woodcock (until May 2012)  
J Greenwood (Chairman from November 2012 )

C Glover (from June 2012)  
A Crispin (from November 2012)

F Good (from 1<sup>st</sup> February 2013)  
F Johnson(from 4<sup>th</sup> March 2013))  
P Snelling (from 4<sup>th</sup> March 2013)  
J Webb (from 4<sup>th</sup> March 2013)

**Company Secretary**

C Adderley

## 1.3 Senior Staff

<b>Principal</b>	N Dorey (until 31/05/12) S Antwis (from 01/06/12, until 30/03/2013))
<b>Vice Principal</b>	J Horton (appointed with effect from September 2012)
<b>Business Manager</b>	J L Hill (long term sick)
<b>Temp. Business Manager</b>	M Noble (from 03/09/2012 to 08/11/2012)
<b>Interim Business Manager</b>	K Alderson (from 01/11/2012)
<b>Head of Primary School</b>	L Harmer

## 1.4 Professional Advisers

<b>Auditors</b>	BDO LLP 2 City Place Beehive Ring Road Gatwick, West Sussex RH6 0PA
<b>Bankers</b>	Lloyds TSB Bank Plc 45 Newport Road Cardiff CF24 1TW

# 2 OBJECTIVES AND VALUES

## 2.1 Charitable Objects

The principal objective of the Charity is the provision of education to children of school age and to achieve this objective the Charity operates a school in West Grove, Cardiff

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee charging when reviewing the aims and objectives and in planning future activities

The school provides education to children of school age and therefore falls under the definition 'Teaching' and fulfils some of the keys aims of its parent charity CfBT Education Trust. The charity's results are reported under these categories in both the charity's own accounts and the consolidated accounts of CfBT Education Trust Group

## 2.2 Values

Kings Monkton School aims to provide a first class independent education, developing the intrinsic abilities and skills that all children possess and preparing them for the responsibilities of adulthood and citizenship

### **3 GOVERNANCE AND MANAGEMENT**

#### **3.1 Governing Document**

Monkton House Kings College (Cardiff) Educational Trust Limited is a company limited by guarantee and a registered Charity governed by its Memorandum and Articles of Association, dated 16 December 1966 and last amended to allow for current governance arrangements on 2<sup>nd</sup> March 2013. It is registered as a charity with the Charity Commission.

The charity is administered by a Board of Trustees of no fewer than three members who meet at least once a year to receive reports on the activities of the charity.

#### **3.2 Appointment of Trustees**

Trustees are appointed by the Board of CfBT Education Trust, a charity (registered no 270901) and a company limited by guarantee (company no 867944), the sole member of Monkton House Kings College (Cardiff) Education Trust.

#### **3.3 Trustee Organisation**

The Board of Trustees meet at least once a year and up to three times a year, ideally once in each term. The Chairman and the Principal are in regular contact throughout the year and, should the need arise, the Board can be summoned at short notice. The Trustees are legally responsible and hold the Principal accountable for the overall leadership and management and control of the school. They approve the budget and annual accounts and are involved in the strategic leadership of the school. They have ultimate responsibility for major projects and new developments.

The Trustees and school are supported through CfBT Education Trust providing financial, logistic and professional support and management.

#### **3.4 Risk Management**

The Trustees have assessed the major risks to which the school is exposed and are satisfied as far as possible that systems are in place to manage those risks. The school has a designated Health & Safety Officer and the school's systems, policies and practices are regularly monitored and subject to a formal review on an annual basis. The 2010 inspection report stated that the school takes effective steps to ensure pupils' welfare and safety. The report confirmed that appropriate arrangements were in place in the areas of minibus safety, first aid, child protection and the reduction of risks from fire and other hazards.

### **4 ACHIEVEMENTS AND PERFORMANCE**

At the end of Key Stage 2, the proportion of pupils achieving level 4 in English and Mathematics was well above that in schools nationally (89% v 85% nationally in English and 100% v 84% nationally in Mathematics), as was the proportion achieving level 5 (56% v 38% in English and 67% v 39% in Mathematics).

Regarding GCSE performance, 88% achieved 5+ A\*-C v 67% nationally GCSE data indicates that in terms of Value Added data the school continued to make progress against schools nationally, with Average Standardised Residual scores improving from +0.25 in 2011 to +0.31 in 2012

At A level 97% achieved grades A8-E in line with national performance

## **5 PLANS FOR FUTURE PERIODS**

In spite of the school's educational performance, pupil numbers at Kings Monkton had sadly been falling since 2005/2006, but, in common with a number of independent schools, the position worsened in recent years and pupil numbers declined steadily. We believe this was primarily due to the impact of the global financial crisis and its negative impact on income was exacerbated by unforeseen events such as the sudden departure through long term illness of the longstanding Business Manager, an increase in bad debt given the economic climate and a neighbouring independent school confirming imminent opening of a sixth form. A number of steps were taken to continue to improve the educational standards and also the financial viability of the school, including the appointment of a new headteacher and investment in the premises by CfBT Education Trust (in the form of a loan from CfBT Education Trust to Kings Monkton). Unfortunately, these changes did not have the desired outcomes and pupil numbers continued to fall. Because Kings Monkton was operating well below pupil capacity, its income was insufficient to cover its expenditure.

The shortfall was made up by CfBT Education Trust by way of loan. By 31 March 2012 the school's liability to CET was £722k and on 31 March 2013 was £1,143k.

On 13 December 2012, the Trustees of CfBT Education Trust reviewed the position and took the difficult decision that it would not be possible for CfBT Education Trust to fund Kings Monkton's losses for another academic year.

CfBT Education Trust's decision was communicated to Kings Monkton's Trustees on 21 December 2012. Kings Monkton Trustees had the choice to close the school at the end of the academic year, which would have led to significant disruption for pupils, particularly those in exam years, and staff redundancy, or to find a purchaser willing to take on the school as a going concern.

Following meetings with parents, the Kings Monkton Trustees carried out a marketing exercise through a formal "Request for Information" process with a view to safeguarding the future of the school. Heathfield Independent Schools (HIS) subsequently emerged as the preferred organisation to take over the school.

Trustees considered and agreed to the proposed disposal by the Charity of the school and its assets to HIS on 14 March 2013.

The transfer of the school and its operation was completed on 2 April 2013.

## **6 FINANCIAL REVIEW**

### **Responsibilities of the Board of Trustees**

The Board of Trustees is responsible for preparing the annual report and the financial statements in accordance with the Companies Act 2006. The Board of Trustees are also responsible for preparing the financial statements in accordance with United Kingdom

Accounting Standards (United Kingdom Generally Accepted Accounting Practice) In considering its responsibilities, the Board has had regard to "Good Governance A code for the Voluntary and Community Sector"

Charity and company law requires the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the surplus or deficit of the Charity for that year In preparing those financial statements, the Board of Trustees is required to

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

The Board of Trustees has overall responsibility for keeping proper accounting records that show and explain the Charity's transactions, disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Companies Act 2006

The Board of Trustees are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

All of the current Trustees have taken all the steps that they ought to have taken to make themselves aware of any information needed by the charity's auditors for the purposes of their audit and to establish that the auditors are aware of that information The Trustees are not aware of any relevant audit information of which the auditors are unaware

This report has been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities (2005) and updated in 2008 These Financial Statements have been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies

### **Reserves policy**

The Board of Trustees of the charity's parent Charity, CfBT Education Trust, reviews the reserves of CfBT Education Trust Group each year to determine the level of funds required to invest in future developments and the amounts to be distributed by way of educational grants This is done at Group level and the Board of CfBT Education Trust has determined that the Charity should maintain reserves representing three months salary costs of the Charity

### **Results for 2012/2013**

All the charity's income is derived from income received from the provision of education

The financial statements and associated notes are reported on pages 9 to 14 of the accounts The total resources expended by the charity for the period ended the 31 March

2013 were £2 87m and the total income was just under £1 93m leaving a net deficit for the year of £ 94 m

Signed on behalf of the Trustees



Carol Glover  
Trustee  
5 December 2013



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MONKTON HOUSE KINGS COLLEGE (CARDIFF) EDUCATIONAL TRUST LIMITED**

We have audited the financial statements of Monkton House Kings College (Cardiff) Educational Trust Limited for the year ended 31 March 2013 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

### ***Respective responsibilities of trustees and auditor***

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### ***Scope of the audit of the financial statements***

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### ***Opinion on financial statements***

In our opinion the financial statements

- give a true and fair view of the state of the charity's affairs as at 31 March 2013 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### ***Opinion on other matters prescribed by the Companies Act 2006***

In our opinion the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### ***Matters on which we are required to report by exception***

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or

- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made,
- we have not received all the information and explanations we require for our audit, or the trustees were not entitled to
- prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the trustees' report

BDO LLP

James Aston Senior Statutory Auditor  
for and on behalf of BDO LLP, Statutory Auditor  
Gatwick  
United Kingdom  
Date 17 December 2013

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

**STATEMENT OF FINANCIAL ACTIVITIES**  
For the year ended 31 March 2013



	<u>Notes</u>	Unrestricted Fund £	Total 2012/13 £	Total 2011/12 £
<b>Incoming resources</b>				
<u>Activities for generating funds</u>				
Interest income		-	-	3
<u>Income from charitable activities</u>				
Teaching		1,934,401	1 934 401	1,893,245
<b>Total Incoming resources</b>		<u>1,934,401</u>	<u>1,934,401</u>	<u>1,893,249</u>
<b>Resources expended</b>				
<u>Costs of activities in furtherance of the charity's objects</u>				
Charitable activities		2,854,465	2 854 465	1,894,790
Governance costs		18 654	18,654	16,616
<b>Total resources expended</b>	4	<u>2,873 119</u>	<u>2,873,119</u>	<u>1,911,406</u>
<b>Net outgoing resources for the year</b>		<u>(938,718)</u>	<u>(938,718)</u>	<u>(18,158)</u>
<b>Balance brought forward at 1 April</b>		444,593	444 593	462,751
<b>Balance carried forward at 31 March</b>		<u>(494,125)</u>	<u>(494,125)</u>	<u>444,593</u>

The notes on pages 11 to 14 form part of these accounts

All charity funds are unrestricted

All income is from continuing operations

The company has no recognised gains and losses and therefore no Separate Statement of Total Recognised Gains and Losses has been presented

**BALANCE SHEET**  
For the year ended 31 March 2013



	Notes	As at 31/03/2013 £	As at 31/03/2012 £
<b>FIXED ASSETS</b>			
Tangible assets	6	750,790	1,330,795
		<u>750,790</u>	<u>1,330,795</u>
<b>CURRENT ASSETS</b>			
Stock		9,000	15,456
Debtors			
Amounts falling due within one year	7	71,377	136,844
Cash at bank and in hand		2,201	7,487
		<u>82,578</u>	<u>159,787</u>
<b>CURRENT LIABILITIES</b>			
Creditors			
Amounts falling due within one year	8	(1,327,493)	(1,023,053)
<b>Net current liabilities</b>		<u>(1,244,915)</u>	<u>(863,266)</u>
<b>Total assets less current liabilities</b>		(494,125)	467,529
Creditors			
Amounts falling due after one year	9	-	(22,936)
<b>NET ASSETS</b>		<u>(494,125)</u>	<u>444,593</u>
<b>CHARITABLE FUNDS</b>			
Unrestricted funds		(494,125)	444,593
<b>TOTAL FUNDS</b>		<u>(494,125)</u>	<u>444,593</u>

These financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies

The notes on pages 11 to 14 form part of these accounts

The financial statements on pages 9 to 14 were approved by the Board of Trustees and authorised for issue on 5 December and are signed on its behalf by

Carol Glover  
Trustee

CA Saver  
5.12.13

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2013**



**1 PRINCIPAL ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard For Small Entities (effective January 2005), Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) and the Companies Act 2006. The Companies Act 2006 formats have been adapted in order to reflect a true and fair view.

**Cash flow statement**

The Trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small.

**Voluntary income**

Voluntary income, including donations and gifts which are of a general nature is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

**Investment income**

Investment income is recognised on a receivable basis.

**Incoming resources from charitable activities**

Incoming resources from charitable activities includes fee income received and other similar income. This income is recognised as the related services are provided and there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

It is not the policy of the charity to show incoming resources net of expenditure. Any associated expenditure is accounted for according to the accruals concept.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less the estimated residual value of each asset on a straight-line basis over its expected useful life. Previously assets were depreciated on a reducing balance basis.

Freehold property	over 30 years
Fixtures & fittings	20% straight line
Computer equipment	33 33% straight line
Motor vehicles	25% straight line

The policy is not to capitalise items costing under £1000. VAT is included in the cost of the capital item as VAT is irrecoverable by the school. Land is not depreciated.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT as the charity is not registered.

"Charitable expenditure" comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

"Governance costs" include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

**Hire purchase/finance lease agreements**

Assets held under hire purchase/finance lease agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the statement of financial activities on a straight-line basis.

**Pension costs**

The company is a member of the Teachers' Pensions Scheme (TPS), which is a defined benefit scheme. As the TPS is underwritten by central government and the company has no future obligation to make contributions to the scheme, this is effectively a defined contribution scheme in so far as it affects the company. As a result, contributions to this scheme are accounted for as if the scheme was a defined contribution scheme. Contributions payable are charged to the statement of financial activities as they fall due.

The company also contributes to a number of staff members' personal pension schemes where they do not qualify for the defined benefit pension scheme. Contributions payable in the period are charged to the statement of financial activities.

**Funds Structure**

General unrestricted funds represent resources available to be applied by the trustees for the general purposes of the charity.

Designated funds are unrestricted funds which are allocated for specific purposes at the trustees' discretion.

**Going Concern**

The charity is dependent on the continued financial support of its parent undertaking, CfBT Education Trust. The accounts of the charity have been prepared on a going concern basis as the parent charity has indicated it will continue to give the support required for the foreseeable future.

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 March 2013



**2. STAFF AND TEACHER COSTS**

Wages and salaries  
Social security costs  
Pension costs  
Temporary staff  
Seconded Staff

Total 2012/13 £	Total 2011/12 £
1,306,576	1,219,307
94,374	80,438
140,364	135,186
38,016	8,230
18,549	7,972
<b>1,597,879</b>	<b>1,451,133</b>

By activity, the average monthly number of persons employed by the group during the period was

Fee earning staff  
Service staff

2012/13	2011/12
46	45
19	15
<b>65</b>	<b>60</b>

Staff members whose total annual remuneration was in the ranges

£90,000 - £99,999  
£80,000 - £89,999  
£70,000 - £79,999  
£60,000 - £69,999

No of Staff	No of Staff
-	1
-	-
-	-
<b>1</b>	<b>-</b>

**3. NET OUTGOING RESOURCES**  
is stated after charging

Pension contributions  
Depreciation (note 6)  
Auditors' remuneration

2012/13 £	2011/12 £
140,364	135,186
82,803	77,091
15,054	14,040

**4. ANALYSIS OF TOTAL RESOURCES EXPENDED**

	Staff costs £	Premises £	Other (inc interest & depreciation) £	Total 2012/13 £	Total 2011/12 £
Direct charitable expenditure					
Provision of education of children	1,597,879	64,766	1,191,819	2,854,465	1,894,790
	<b>1,597,879</b>	<b>64,766</b>	<b>1,191,819</b>	<b>2,854,465</b>	<b>1,894,790</b>
Other expenditure					
Governance costs	-	-	18,654	18,654	16,616
Total resources expended	<b>1,597,879</b>	<b>64,766</b>	<b>1,210,473</b>	<b>2,873,119</b>	<b>1,911,406</b>

**5. TRANSACTIONS WITH TRUSTEES AND CONNECTED PARTIES**

The Trustees confirm that there have been no related party transactions during the year which require disclosure under FRS 8 (Related Party Transactions)

During the year no Trustees were remunerated and no expenses were reimbursed to Trustees

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 March 2013



**6 TANGIBLE FIXED ASSETS**

	Freehold Property £	Fixtures & Fittings £	Motor Vehicles £	Computers £	Total £
<b>Cost</b>					
As at 31 March 2012	1,835,940	302,732	101,557	156,799	2,397,028
Additions	-	14,289	-	1,486	15,775
As at 31 March 2013	<u>1,835,940</u>	<u>317,021</u>	<u>101,557</u>	<u>158,285</u>	<u>2,412,803</u>
<b>Depreciation</b>					
As at 31 March 2012	538,155	272,399	101,551	154,128	1,066,233
Charge for the period	61,192	20,242	-	1,369	82,803
Impairment	490,803	19,886	-	2,288	512,977
As at 31 March 2013	<u>1,090,150</u>	<u>312,527</u>	<u>101,551</u>	<u>157,785</u>	<u>1,662,013</u>
<b>Net book value</b>					
As at 31 March 2013	<u>745,790</u>	<u>4,494</u>	<u>6</u>	<u>500</u>	<u>750,790</u>
<b>Net book value</b>					
As at 31 March 2012	<u>1,297,785</u>	<u>30,333</u>	<u>6</u>	<u>2,671</u>	<u>1,330,795</u>

Included in motor vehicles are assets with a net book value of £6 (31 March 2012 - £6) held on finance lease on which depreciation charged for the year to 31 March 2013 amounted to £0 (12 months to 31 March 2012 - £617). During 2012/13 agreement was made to sell the business of the school. The assets have been impaired down to the amount recoverable under that agreement.

**7 DEBTORS**

Amounts falling due within one year

	As at 31/03/2013 £	As at 31/03/2012 £
Trade debtors	59,900	103,513
Prepayments	-	13,755
Accrued income	8,681	17,096
Other debtors	2,796	2,480
	<u>71,377</u>	<u>136,844</u>

**8 CREDITORS**

Amounts falling due within one year

	As at 31/03/2013 £	As at 31/03/2012 £
Bank loans and overdrafts	-	7,316
Taxation and social security	29,673	27,241
Deferred income	11,000	190,274
Accruals	54,081	49,396
Amounts owed to parent undertaking	1,143,500	722,576
Other creditors	89,239	26,250
	<u>1,327,493</u>	<u>1,023,053</u>

**9 CREDITORS**

Amounts falling due after one year

	As at 31/03/2013 £	As at 31/03/2012 £
Bank loans and overdrafts	0	22,936
	<u>0</u>	<u>22,936</u>

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2013**



**10 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

All assets and liabilities represent unrestricted funds

**11 PENSION COMMITMENTS**

The charity participates in the Teachers Pension Scheme, a multi-employer, unfunded defined benefit pension scheme. Employer costs for the year were £115,761 (prior year £113,676) and no contributions were payable at year end. The charity also contributes to personal pension arrangements for some staff, the cost for the year was £24,603 (prior year £21,510) and £617 was outstanding at year end (prior year £10,672).

**12 COMPANY LIMITED BY GUARANTEE**

The company is limited by guarantee. In the event of a deficiency arising on liquidation, each member has undertaken to contribute to the assets of the company a sum not exceeding £1.

**13 POST BALANCE SHEET EVENTS**

On 2 April 2013, the charitable company sold the business and assets of Kings Monkton school as a going concern to Heathfield Independent Schools Ltd (HIS) for £850,000 of consideration, £750,000 of which was deferred. Following the completion of the transaction, a dispute arose between the parties relating to HIS's due diligence which has not yet been resolved. At this stage it is not possible to establish if there will be any financial impact from these discussions.

**13. ULTIMATE PARENT COMPANY AND ULTIMATE CONTROLLING PARTY**

The Trustees regard CfBT Education Trust (registered charity number 270901) a company limited by guarantee and a charity, as the ultimate parent company and ultimate controlling party. Copies of the parent's consolidated financial statements may be obtained from 60 Queens Road, Reading, RG1 4BS.