

1051350

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

REPORT AND ACCOUNTS

31 MAY 2005



TENON LIMITED
Amberley Place
107-111 Peascod Street
WINDSOR
Berkshire

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

ACCOUNTS

31 MAY 2005

I N D E X

| | Page |
|--|---------------|
| LEGAL AND ADMINISTRATIVE INFORMATION | 1 |
| REPORT OF THE DIRECTORS | 2 - 3 |
| REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS | 4 |
| INCOME AND EXPENDITURE ACCOUNT | 5 |
| BALANCE SHEET | 6 |
| NOTES TO THE ACCOUNTS | 7 – 13 |

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

LEGAL AND ADMINISTRATIVE INFORMATION

DIRECTORS:

| | |
|-------------------------|-----------------------------|
| Dr J S Stephenson | (Chairman) |
| Sir Nicholas Winton MBE | (President) |
| K E Egginton | |
| A A Hill | |
| R I M Key | |
| I A Pearson | |
| E M Adamson | (appointed 3 November 2004) |
| A R Jesseman | (appointed 3 November 2004) |
| S I Quennell | (appointed 3 November 2004) |

SECRETARY:

| | |
|--------------|-----------------------------|
| A R Jesseman | (appointed 3 November 2004) |
|--------------|-----------------------------|

COMPANY NUMBER:

01051354

CHARITY NUMBER:

267984

HOUSING CORPORATION NUMBER:

H0062

**PRINCIPAL ADDRESS AND
REGISTERED OFFICE:**

Winton House
51/53 Dedworth Road
Windsor
Berkshire

ACCOUNTANTS:

Tenon Limited
Amberley Place
107-111 Peascod Street
Windsor
Berkshire

INDEPENDENT AUDITORS:

Tenon Audit Limited
Amberley Place
107-111 Peascod Street
Windsor
Berkshire

BANKERS:

Lloyds TSB Bank plc
45 High Street
Maidenhead
Berkshire

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31 MAY 2005

The directors present their report and the accounts for the year ended 31 May 2005.

PRINCIPAL ACTIVITY

The principal activity of the Society as determined by its memorandum of association is the provision of accommodation, care and companionship for the lonely or frail elderly people in accordance with the aims and principles of The Abbeyfield Society Limited. This activity falls wholly within hostel housing activities as defined in the Housing Act 1974. There has been no change in the activities of the Society during the year.

STATUS

The Society is a company limited by guarantee (company number 1051354) having no Share Capital and with charitable objectives. It is a registered charity (number 267984) and is registered with the Housing Corporation as a Registered Social Landlord (number H0062). The Company is governed by its memorandum and articles of association.

REVIEW OF BUSINESS

The financial results for the year are set out in the Income and Expenditure account on page 5 and the position at the year-end is shown in the balance sheet on page 6.

On 30 September 2004, the whole of the charitable undertaking of The Abbeyfield Egham & District Society Limited was transferred to The Abbeyfield Maidenhead Society Limited. For details of the balances transferred see note 6.

The Directors acknowledge the support given by the League of Friends to Winton House over many years and the activities they organised for the Residents benefit over the years. Regretfully, owing to the lack of support from Residents sponsors, the League of Friends was wound up in July 2004, and the funds remaining from their activities were transferred to the Society's Main account under the control of the Society's Treasurer being entered separately in the cash book.

The Executive Committee gratefully acknowledge the care and attention given by our State Registered Nurse and her Deputy at Winton House and our Housekeepers at Hardwick House and St Albans House at Egham. These senior staff enjoy the unstinting support of all members of staff in caring for our Residents of the three Houses.

LAND AND BUILDINGS

The Directors consider the market value of the Freehold and Leasehold properties to be £4,377,000 which value has not been incorporated in these accounts.

DIRECTORS

The following served as directors during the year:

| | | |
|-------------------------|--------------------|-----------------------------|
| Dr J S Stephenson | Chairman | |
| Sir Nicholas Winton MBE | President | |
| K E Egginton | | |
| A A Hill | | |
| R I M Key | Honorary Treasurer | |
| A R Jesseman | Honorary Secretary | (appointed 3 November 2004) |
| I A Pearson | | |
| E M Adamson | | (appointed 3 November 2004) |
| S I Quennell | | (appointed 3 November 2004) |
| Mrs I Murcott | | (resigned 31 January 2005) |

POLICIES AND INTERNAL CONTROL

The financial objective of the Society and its Directors is to ensure the continued safety of Capital with an acceptable level of revenue from invested funds ensuring appropriate liquidity to meet commitments and acknowledge their responsibilities to this end. Full reports are made at each meeting by the Treasurer with copies circulated to all Directors. The Directors have overall responsibility for ensuring that the Society has appropriate systems of controls, financial and otherwise. The system of financial controls are designed to provide reasonable, but cannot give absolute, assurance against material misstatement, or loss. They include an annual budget, approved by the Directors, regular review of actual results and variances from budget, and delegation of authority and segregation of duties as far as possible given staffing levels.

The major risks to which the charitable company is exposed, as identified by the Trustees, who are also the Directors, have been reviewed and systems are established to mitigate those risks.

Interest bearing accounts are maintained with separate accounts for each of the properties managed, which are fed from the main account monthly and are subject to regular written monthly reports to the Honorary Treasurer. Revenues are credited to the main account and independent review is undertaken quarterly to include adequacy of Reserves by a Director who examines Bank statements, Cash Book, supporting vouchers, cheque book stubs and paying-in books for the main account. The outcome is reported to the next Executive Committee meeting. This procedure was accepted by the Housing Corporation during the review of the Society's affairs in 1998.

The current level of Reserves is considered appropriate to meet foreseeable future needs. Details of the designated reserves, and the movements therein, are given in the Notes to the Financial Statements.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

REPORT OF THE DIRECTORS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

DEVELOPMENTS

As expectations and living standards generally in the Community rise, so do those of residents, who are enjoying greater life expectancy than previously and in some cases can suffer increasing susceptibility to dementia, calling for higher levels of care; furthermore the requirements of the regulatory authorities are becoming more demanding. With the support of our staff at all levels we are meeting these additional pressures successfully. As a vacancy arises the room, once vacated, is redecorated and the standard of decoration is monitored very closely.

The Society is well aware of the increasing need for further facilities equal to those available at Winton House to meet demand. Investigations to this end are continuing and the Directors gratefully acknowledge offers of financial support from other Abbeyfield Societies which have closed and indicated their willingness to financially support this project once a suitable site/property that meets our requirements is located.

RESPONSIBILITIES OF THE DIRECTORS

Company law requires the directors 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 surplus or deficit of the company for that year. In preparing those financial statements, the directors are 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;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors 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 accounts comply with the Companies Act 1985, Schedule 1 to The Housing Act 1996 and the Accounting Requirements for Registered Social Landlords Determination 2000 as amended. 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.

ORGANISATION

The Company is organised under the control of its Directors, with day-to-day operations of the three homes managed by the Matron and the housekeeper with support from the house treasurers. Overall control of the finances is maintained by the Treasurer.

INVESTMENT POWERS

The Directors are able to invest moneys not immediately required for the Company's purposes in such investments, securities, or property as may be thought fit.

AUDITORS

On 28 February 2005, our auditors Blueprint Audit Limited changed their name to Tenon Audit Limited and have signed the audit report in their new name.

Tenon Audit Limited have expressed their willingness to continue as auditors to the company. In accordance with section 385 of the Companies Act 1985, a resolution re-appointing Tenon Audit Limited as auditors will be proposed at the Annual General Meeting.



DR J S STEPHENSON
Director

Date: 18.10.05

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS
OF**

**THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)**

We have audited the financial statements of The Abbeyfield (Maidenhead) Society Limited for the year ended 31 May 2005, which comprise the income and expenditure account, the balance sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out herein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our 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 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 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 DIRECTORS AND AUDITORS

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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, The Housing Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 2000. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if 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 transactions with the company is not disclosed.

We are not required to consider whether the statement in the Directors' Report concerning the major risks to which the charity is exposed covers all the major risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures.

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 United Kingdom 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 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 financial statements give a true and fair view of the state of the charitable company's affairs as at 31 May 2005, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985, Schedule 1 to The Housing Act 1996 and the Accounting Requirements for Registered Social Landlords General Determination 2000.

Tenon Audit Limited

.....
TENON AUDIT LIMITED
Chartered Accountants and Registered Auditor
Amberley Place
107-111 Peascod Street
Windsor
Berkshire

Date: 18 October 2005

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MAY 2005

| | <u>Note</u> | 2005 £ | 2004 £ |
|---|-------------|----------------|----------------|
| Turnover | 4 | 712,656 | 636,796 |
| Operating costs | | (769,106) | (664,357) |
| | | <hr/> | <hr/> |
| Operating deficit | | (56,450) | (27,561) |
| Interest receivable | | 32,681 | 18,410 |
| Donations received | | 175 | 1,111 |
| Legacy | | 5,272 | - |
| Specified donations received | 5 | 12,100 | 4,599 |
| Miscellaneous income | | <u>9,314</u> | <u>-</u> |
| | | <hr/> | <hr/> |
| | | 59,542 | 24,120 |
| Surplus/(Deficit) on ordinary activities for the year | | 3,092 | (3,441) |
| Transfers (to)/from: | | | |
| Designate reserves | | (25,554) | (13,292) |
| Restricted reserves | | (11,662) | (3,774) |
| Reserves transferred from The Abbeyfield Egham & District Society | | 164,850 | - |
| Revenue reserve brought forward | | <u>448,995</u> | <u>469,502</u> |
| | | <hr/> | <hr/> |
| Revenue reserve carried forward | | <u>579,721</u> | <u>448,995</u> |

All activities are classed as continuing.

The notes on pages 7 to 13 form part of these accounts

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)


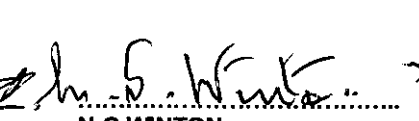
BALANCE SHEET

31 MAY 2005

| | <u>Note</u> | 2005 £ | 2004 £ |
|---|-------------|------------------|------------------|
| Tangible fixed assets | | | |
| Housing properties | | | |
| Gross cost less depreciation | 7 | 1,983,944 | 1,821,629 |
| Less: Social Housing Grant | 2(c), 7 | <u>1,261,660</u> | <u>1,261,660</u> |
| | | 722,284 | 559,969 |
| Other fixed assets | 7 | <u>54,691</u> | <u>56,711</u> |
| | | 776,975 | 616,680 |
| Current assets | | | |
| Debtors | 8 | 9,275 | 24,224 |
| Investments | 9 | 750,000 | 500,000 |
| Cash at bank and in hand | | <u>338,779</u> | <u>271,722</u> |
| | | 1,098,054 | 795,946 |
| Creditors: amounts falling due within one year | 10 | <u>32,022</u> | <u>44,452</u> |
| Net current assets | | <u>1,066,032</u> | <u>751,494</u> |
| Total assets less current liabilities | | <u>1,843,007</u> | <u>1,368,174</u> |
| Reserves | | | |
| Restricted reserves | 11 | 88,787 | 77,125 |
| Designated reserves | 11 | 1,174,499 | 842,054 |
| Revenue reserves | 11 | <u>579,721</u> | <u>448,995</u> |
| | | <u>1,843,007</u> | <u>1,368,174</u> |

The accounts were approved by the board on 18 October 2005
and signed on its behalf by:


DR J S STEPHENSON
Director

 
RIM KEY
Director

N G WINTON
Director

The notes on pages 7 to 13 form part of the financial statements.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2005

1. Status of Society

The Society is registered under the Companies Act as a Company Limited by Guarantee and not having a Share Capital, its number being 1051354. The Society is also registered as a Charity – number 267984 and as a Registered Social Landlord (Housing Corporation registered number H0062). It is wholly engaged in hostel activities.

2. Accounting policies

(a) General

The principal accounting policies of the Society are set out in the following paragraphs.

(b) Accounting Basis

The accounts are prepared under the Historical Cost Convention in accordance with applicable financial reporting standards, and comply with the Companies Act 1985, Housing Act 1996, the Accounting Requirements for Registered Social Landlords General Determination 2000 and the Statement of Recommended Practice: Accounting by Registered Social Landlords (update 2002).

The Charity has taken advantage of the exemption from producing some disclosures, as allowed by the General Determination, on the grounds that it qualifies for the exemption as a small entity.

The Charity has also taken advantage of the exemption in Financial Reporting Standard Number One from preparing a cashflow statement on the basis that it qualifies as a small entity.

(c) Social Housing Grants (SHG)

These are made by the Housing Corporation and are used to reduce the amount of mortgage loan in respect of an approved scheme to the amount which it is estimated can be serviced by the net annual income of the scheme. The amount of SHG is calculated on the qualifying costs of the scheme in accordance with instructions issued from time to time by the Housing Corporation. The Grants are paid direct to the lending authority and are reflected in the Accounts of the Society only when the payment has been made and the relevant mortgage loan reduced. In certain circumstances SHG is repayable.

In accordance with the terms of the Accounting Requirements Determinations and the Statement of Recommended Practice these grants, when received, are shown in the Balance Sheet as a deduction from the cost of land and buildings. This is a departure from the Companies Act 1985 which requires such grants to be shown under the heading of deferred income within creditors on the Balance Sheet: the balance on deferred income would be reduced each year by an adjustment to income of £25,233; the charge to depreciation of Housing Properties would correspondingly be increased each year by the same amount.

The accounting treatment of the Social Housing Grants which total £1,261,660 (2004: £1,261,660) has been adopted in order to give a true and fair view under the requirements of the Statement of Recommended Practice and General Determinations.

(d) Fixed Assets, Housing Land and Buildings

Housing Land and Buildings are stated at cost, which includes:

- (i) Cost of acquiring land and buildings.
- (ii) Development expenditure.
- (iii) Interest charged on the mortgage loans raised to finance the scheme up to the date of completion.
- (iv) Amounts equal to acquisition and development allowances receivable. These allowances, intended to finance certain internal administrative costs relating to the acquisition and development of housing properties for approved schemes, are determined by the Housing Corporation (formerly by the Department of the Environment) and are advanced as mortgage loans.

To the extent that these costs are approved by the Housing Corporation as "qualifying costs for approved SHG schemes, they are considered for mortgage loans by the relevant lending authorities, otherwise they are met out of the Society's own reserves. Of the sum of £2,139,465 shown in Note 7 to the Balance Sheet as the cost of land and buildings, the amount attributable to land is £1,263; and that land is held freehold by the Society.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

2. Accounting policies (continued)

(e) Fixed Assets, Non-Housing

Fixed assets are stated at cost.

Minor equipment, costing less than £500, and renewals of equipment under £1,000, are written off to the property revenue account.

(f) Depreciation

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their estimated useful lives.

Housing Land and Buildings – SHG Assisted Schemes

Depreciation is not charged on that part of the cost which has, or which will, qualify for SHG. SHG is effectively recognised as depreciation.

For that part of the cost financed from the Society's own or other charitable resources, a charge is made to the Income and Expenditure Account for depreciation on buildings at 2% per annum.

Fixtures, Fittings, Equipment and Motor Vehicle

Depreciation is charged at rates of between 6% and 20% per annum on the cost of new items of equipment. A designated reserve has been established for financing the renewal of equipment.

Donated Assets

Tangible fixed assets received by way of donation are reflected in the Financial Statements at their estimated valuation at the date of receipt and are depreciated over between one and five years. An amount corresponding to the net book value is carried forward within Specified Donations Restricted Reserves in Note 11 to the Financial Statements.

(g) Turnover

Turnover represents rents and service charges receivable, less losses from voids, together with income grants from local authorities and other agencies (see Note 4).

(h) Monetary Donations and Investment Income

Monetary donations to the Society and investment income are credited to the Income and Expenditure Account. Donations for specified purposes which are separately identified in the Income and Expenditure Account are then transferred as appropriate to restricted reserves. At the end of the accounting period, the investment income is apportioned between the Capital Reserve (a designated reserve) and the Income and Expenditure Account.

(i) Corporation Tax and Value Added Tax

The Society has charitable status and is exempt from Corporation Tax on its income. It has no trading activities.

The Society is not registered for VAT. Accordingly, no VAT is charged to residents, and expenditure in the Income and Expenditure Account includes the relevant VAT.

(j) Pensions

In addition to the Social Security benefits enjoyed by all members of staff, the three most senior staff have insurance backed contributory pension arrangements. Six employees are members of a stakeholder pension scheme. The assets of these defined contribution pension schemes are held separately from those of the Society. Costs of the employer's contributions are charged to the Income and Expenditure Account in the period to which the liability accrues. The cost to the Society for the year ended 31 May 2005 amounted to £3,015 (2004: £2,693).

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

3. Income and Expenditure

(i) Directors' Emoluments

No Directors of the Society have received or are entitled to receive fees, emoluments or benefits in kind during the period of account (2004: £nil).

Management expenses include £335 (2004: £249) in respect of the reimbursement of travel and stationery expenses.

(ii) Auditors' Remuneration

The amount of the remuneration of the Auditors in their capacity as such was £6,169 (2004: £4,406), inclusive of

(iii) Depreciation

Depreciation of owned fixed assets amounted to £34,545 (2004: £25,900).

4. Turnover

| | 2005 | 2004 |
|--|-----------------------|-----------------------|
| | £ | £ |
| Rents receivable | 105,823 | 76,574 |
| Service charges receivable | <u>619,650</u> | <u>569,814</u> |
| | 725,473 | 646,388 |
| <u>Less: Rent losses from voids</u> | <u>(14,817)</u> | <u>(9,592)</u> |
| | 710,656 | 636,796 |
| Grants from Local Authorities and other agencies | <u>2,000</u> | <u>-</u> |
| | <u><u>712,656</u></u> | <u><u>636,796</u></u> |

5. Specified Donations

During the year ended 31 May 2005 the Society received donations of £12,100 towards the costs of a new residential home (2004: £4,599). This amount is held in restricted funds.

6. The Abbeyfield Egham & District Society Limited

On 30 September the assets and liabilities of the Abbeyfield Egham & District Society Limited were transferred to the company. The details of the transfer were as follows:

| | £ |
|------------------|-----------------------|
| Fixed assets | 179,870 |
| Debtors | 2,004 |
| Cash at bank | 294,797 |
| Creditors | <u>(4,930)</u> |
| | <u><u>471,741</u></u> |
| Capital reserve | 306,891 |
| Revenue reserves | <u>164,850</u> |
| | <u><u>471,741</u></u> |

The properties transferred were considered to have a valuation of £1,150,000 at the date of transfer.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

7. Tangible Fixed Assets

7.1 Housing Properties

| | Freehold Land and Buildings | Long Leasehold Land and Buildings | Total |
|--|-----------------------------------|---|------------------|
| | £ | £ | £ |
| Cost | | | |
| At 1 June 2004 | 275,134 | 1,684,461 | 1,959,595 |
| Transfer from Abbeyfield (Egham) Society | <u>179,870</u> | <u>-</u> | <u>179,870</u> |
| At 31 May 2005 | <u>455,004</u> | <u>1,684,461</u> | <u>2,139,465</u> |
| Depreciation | | | |
| At 1 June 2004 | 54,938 | 83,028 | 137,966 |
| Charge for the year | <u>8,097</u> | <u>9,458</u> | <u>17,555</u> |
| At 31 May 2005 | <u>63,035</u> | <u>92,486</u> | <u>155,521</u> |
| Net Book Value | | | |
| At 31 May 2005 | <u>391,969</u> | <u>1,591,975</u> | <u>1,983,944</u> |
| At 31 May 2004 | <u>220,196</u> | <u>1,601,433</u> | <u>1,821,629</u> |
| Social Housing Grant | | | |
| At 1 June 2004 and At 31 May 2005 | | | <u>1,261,660</u> |

In the opinion of the directors the market value of these properties is £4,377,000.

7.2 Other Tangible Fixed Assets

| | Furniture and Equipment £ | Motor Vehicle £ | Donated asset Other £ | Total £ |
|--------------------------|------------------------------------|-----------------------|-----------------------------|----------------|
| Cost or valuation | | | | |
| At 1 June 2004 | 115,262 | 21,460 | 500 | 137,222 |
| Additions | 14,970 | - | - | 14,970 |
| Disposals | <u>-</u> | <u>-</u> | <u>(500)</u> | <u>(500)</u> |
| At 31 May 2005 | <u>130,232</u> | <u>21,460</u> | <u>-</u> | <u>151,692</u> |
| Depreciation: | | | | |
| At 1 June 2004 | 77,149 | 2,862 | 500 | 80,511 |
| Charge for the year | 15,559 | 1,431 | - | 16,990 |
| On disposal | <u>-</u> | <u>-</u> | <u>(500)</u> | <u>(500)</u> |
| At 31 May 2005 | <u>92,708</u> | <u>4,293</u> | <u>-</u> | <u>97,001</u> |
| Net book value: | | | | |
| At 31 May 2005 | <u>37,524</u> | <u>17,167</u> | <u>-</u> | <u>54,691</u> |
| At 31 May 2004 | <u>38,113</u> | <u>18,598</u> | <u>-</u> | <u>56,711</u> |

Tangible Fixed Assets received by way of donation are reflected in the Financial Statements at their estimated valuation at the date of receipt.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

8. Debtors

| | 2005 £ | 2004 £ |
|---------------------------|--------------|---------------|
| Residents' Charges | 1,852 | 2,763 |
| Prepayments | 6,888 | 20,622 |
| Investment Income Accrued | 535 | 339 |
| Staff Loan | - | 500 |
| | <u>9,275</u> | <u>24,224</u> |

9. Current Assets - Investments

| | 2005 £ | 2004 £ |
|-----------------------------------|----------------|----------------|
| Lloyds Bank – Fixed Term Deposits | <u>750,000</u> | <u>500,000</u> |

10. Creditors: amounts falling due within one year

| | | |
|---|---------------|---------------|
| Contribution to residential fees in advance | - | 13,300 |
| Other Taxes and Social Security costs | 8,192 | 7,486 |
| Other creditors | 11,879 | 10,484 |
| Accruals | <u>11,951</u> | <u>13,182</u> |
| | <u>32,022</u> | <u>44,452</u> |

11. Reserves

Restricted Reserves

**Transfers from revenue
reserves**

| | Balance at 1 June 2004 £ | Income £ | Expenditure £ | Balance at 31 May 2005 £ |
|---------------------------|-----------------------------------|---------------|------------------|-----------------------------------|
| Specified donations | 712 | - | - | 712 |
| Occupational therapy unit | 64,400 | - | (1,400) | 63,000 |
| New home project | <u>12,013</u> | <u>13,062</u> | <u>-</u> | <u>25,075</u> |
| | <u>77,125</u> | <u>13,062</u> | <u>(1,400)</u> | <u>88,787</u> |

Specified donations

This fund holds balances in respect of small donations given for specific purposes.

Occupational Therapy Unit

This fund was established by a donation from The Abbeyfield Egham & District Society to fund the Occupational Therapy Unit. Depreciation on this unit is charged against this fund annually.

New Home Project

This fund was established to hold funds donated for the building of a new home. Interest of £962 (2004: £665) on cash balances held have been applied to this account. The donation accounted for in the year represents the balance of £12,100 from a donation received in a previous year for contributions to residential fees in advance and accounted for as a creditor balance previously.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

11. Reserves

Designated reserves

Transfers from revenue reserves

| | Balance at 1 June 2004 £ | Income £ | Expenditure £ | New Designation £ | Balance at 31 May 2005 £ |
|----------------------|-----------------------------------|---------------|------------------|-------------------------|-----------------------------------|
| Capital fund | 457,693 | 25,612 | - | 306,891 | 790,196 |
| Capital renewal fund | <u>384,361</u> | <u>-</u> | <u>(35,058)</u> | <u>35,000</u> | <u>384,303</u> |
| | <u>842,054</u> | <u>25,612</u> | <u>(35,058)</u> | <u>341,891</u> | <u>1,174,499</u> |

Capital Fund

This fund represents monies set aside to fund future capital projects. Interest receivable on the cash balance this represents is credited annually to the fund. The sum of £306,891 was transferred from The Abbeyfield Egham and District Society in the year.

Capital renewal fund

This fund was established to cover the costs of replacement of and major repairs to fixed assets. The expenditure in the year relates to significant repair costs incurred.

Revenue reserve

| | £ |
|---|-----------------|
| Balance brought forward at 1 June 2004 | 448,995 |
| Surplus for the year | 3,092 |
| Transfer from The Abbeyfield Egham & District Society | 164,850 |
| Transfers to designated funds | (25,554) |
| Transfers to restricted funds | <u>(11,662)</u> |
| Balance carried forward at 31 May 2005 | <u>579,721</u> |

12. Employees

| | Hostels | | | | |
|-----------------------|----------------|--------------------------|--------------------------|--------------------|--------------------|
| | St Albans £ | Supportive House £ | Extra Care House £ | 2005 Total £ | 2004 Total £ |
| Salaries and wages | 12,857 | 29,801 | 410,717 | 453,375 | 407,920 |
| Social security costs | 601 | 1,509 | 31,552 | 33,662 | 30,035 |
| Other pension costs | <u>-</u> | <u>670</u> | <u>2,330</u> | <u>3,000</u> | <u>2,693</u> |
| | <u>13,458</u> | <u>31,980</u> | <u>444,599</u> | <u>490,037</u> | <u>440,648</u> |

Average weekly number of persons employed during year (excluding Directors)

| | | | | |
|------|----------|----------|-----------|-----------|
| 2005 | <u>3</u> | <u>5</u> | <u>36</u> | <u>44</u> |
| 2004 | <u>-</u> | <u>3</u> | <u>38</u> | <u>41</u> |

Pensions

The company makes defined contributions to the contributory pension schemes of the three most senior members of staff and a stakeholder pension scheme for six members of staff. The funds assets are held separately from those of the company.

At 31 May 2005 unpaid contributions of £251 (2004: £265) were due to the funds and are included in other creditors.

THE ABBEYFIELD (MAIDENHEAD) SOCIETY LIMITED
(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

NOTES TO THE ACCOUNTS
(continued)
FOR THE YEAR ENDED 31 MAY 2005

13. Guarantors

| | 2005 number | 2004 number |
|---|----------------|----------------|
| There is no authorised share capital and the number of members, each of whose liability is limited to £1, at the year end was: | <u>34</u> | <u>32</u> |
| The guarantors do not have rights to dividends, or to a distribution in the event of a winding up. Guarantors have equal voting rights. | | |

14. Housing Stock

| | 2005 number | 2004 number |
|--|----------------|----------------|
| Units in management | | |
| Number of bed spaces | <u>42</u> | <u>36</u> |
| No units were under development (2004: £nil) | | |

15. Capital Commitment

Capital commitments as at 31 May 2005 amounted to £46,605 (2004: £2,240).

16. Post Balance Sheet Events

On the 7 October 2005, Tower Cottage, a freehold property held in the balance sheet at a cost of £70,564, was sold for £712,000. The proceeds are to be held in the capital reserve for use on future capital projects.

Since the balance sheet date a property owned by the Abbeyfield (Laleham) Society has been transferred to the Society at nil cost.