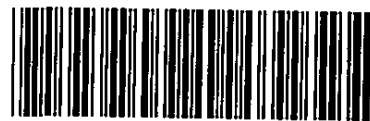


INDEPENDENT SCHOOLS COUNCIL
A company limited by guarantee - Company Number 1103760

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

FRIDAY



A1HX6RX7

A48

21/09/2012

#220

COMPANIES HOUSE

CONTENTS	Page
Company information	2 - 3
Directors' Report	4 - 6
Independent auditors' report	7
Profit and Loss Account	8 - 9
Statement of total recognised gains and losses	10
Balance Sheet	11
Cash flow statement	12
Notes to the financial statements	13 - 21

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

Board of Directors

Name.	Nominated by:	Appointed/resigned.
Dame Judith Mayhew Jonas (Chairman)	Independent	Resigned 31 March 2011
Barnaby Lenon (Chairman)	Independent	Appointed 20 September 2011
Sam Alder	AGBIS	
Roger Fry	COBIS	Resigned 12 May 2011
David Vanstone	ISA	Resigned 31 March 2011
Andrew Grant	HMC	Resigned 3 February 2011
Michael Fowle	Independent	Resigned 28 March 2011
Richard Tovey	IAPS	Resigned 31 March 2011
Clarissa Farr	GSA	Resigned 31 March 2011
Alison Martin	ISBA	
Toby Mullins	The Society of Heads	Resigned 20 September 2011
Philip Cottam	The Society of Heads	Appointed 28 March 2011
Geoff Lucas	HMC	Appointed 31 March 2011, resigned 30 June 2011
David Levin	HMC	Appointed 31 March 2011, resigned 20 September 2011
Andrew Waters	The Society of Heads	Appointed 31 March 2011, resigned 20 September 2011
Sheila Cooper	GSA	Appointed 31 March 2011
Helen Wright (Vice Chairman)	GSA	Appointed 31 March 2011
Neil Roskilly	ISA	Appointed 31 March 2011
David Hanson	IAPS	Appointed 31 March 2011
Andy Falconer	IAPS	Appointed 31 March 2011, resigned 20 September 2011
Arthur Bray	ISA	Appointed 31 March 2011
Trevor Rowell	COBIS	Appointed 12 May 2011
Peter Bodkin	The Society of Heads	Appointed 20 September 2011
Tim Johns	IAPS	Appointed 20 September 2011
Barry Martin	HMC	Appointed 20 September 2011
William Richardson	HMC	Appointed 20 September 2011

The Company's Articles of Association were amended with effect from 29 March 2011 to provide that the Board comprises the Chairman; the Vice Chairman, two persons nominated by each of HMC, GSA, IAPS, ISA and The Society of Heads, one person nominated by each of ISBA, AGBIS and COBIS, and no more than three persons appointed by decision of the Board.

Company officers

Name	Title:	Appointed/resigned
David Lyscom	Chief Executive	Resigned 30 June 2011
Matthew Burgess	Deputy Chief Executive and Company Secretary	Resigned as company secretary 1 April 2011
Matthew Burgess	General Secretary	Appointed 1 January 2012

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

Registered Office	St Vincent House 30 Orange Street London WC2H 7HH
Auditors	haysmacintyre Fairfax House 15 Fulwood Place London WC1V 6AY
Stockbrokers	Vartan & Son The <i>Singing Men's</i> Chambers 19 Minster Precincts Peterborough PE1 1XX

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

The Directors present their report and audited financial statements for the year ended 31 December 2011.

PRINCIPAL ACTIVITIES

The principal activity of the company throughout the year was that of the advancement, representation and support of ISC schools in membership of constituent associations as shown below. ISC provides common services for its member Associations and their schools and represents their collective interests to Ministers, their government departments, other public bodies and to the media and general public

Independent Schools Inspectorate (ISI) carries out inspections for schools affiliated with ISC. ISI have incorporated a trading company, ISI Consultancy Ltd, which has been trading since 1 January 2011. With effect from 1 January 2012 ISI ceased to be a subsidiary of ISC and its 2011 results are shown within discontinued activities in the profit and loss account

The ISC Teacher Induction Panel (ISCTip) is designated by the Secretary of State for Education as the Appropriate Body for the induction of newly qualified teachers in schools in England and Wales which are in membership of one of the Associations within ISC. On 31 December 2011 teacher induction business was transferred to a new company, the Independent Schools Teacher Induction Panel and its 2011 results are included within discontinued activities

In 2005 ISC set up a wholly owned subsidiary company, ISC Educational Services Limited (ESL), (the single shareholder being Independent Schools Council) from which to operate research consultancy and development projects. This company commenced operations in 2006 and its operating results are consolidated in the 2011 accounts of ISC Group. ISC is funding this trading company and on 28 March 2011 the company by deed waived £570,000 of this debt. At 31 December 2011 ESL owed £69,456 (2010 £917,222). ESL ceased trading on 31 December 2011 and its 2011 results are also included within discontinued activities in the profit and loss account

ISC CONSTITUENT ASSOCIATIONS

Association of Governing Bodies of Independent Schools (AGBIS)
Girls' Schools Association (GSA)
Headmasters' & Headmistresses' Conference (HMC)
IAPS
Independent Schools Association (ISA)
Independent Schools' Bursars Association (ISBA)
Society of Headmasters & Headmistresses of Independent Schools (The Society of Heads)
Council of British International Schools (COBIS)

In the event of the company being wound up the liability of each member association is limited to £1

AFFILIATE MEMBERSHIP

Scottish Council of Independent Schools
Boarding Schools Association

Each affiliate member has the right to attend but not to vote at general meetings

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

2011 CONSOLIDATED RESULTS

The results for the year are as follows

	2011 (£)	2010 (£)
Independent Schools Council general activities	107,291	285,960
ISC Teacher Induction Panel (TIP) activities	48,884	80,433
Transfer to Independent Schools Teacher Induction Panel	(314,052)	-
Total activities of ISC company	(157,877)	366,393
ISC Educational Services Limited (ESL) activities	(18,513)	(29,322)
Total activities of ISC company & ESL	(176,390)	337,071
Independent Schools Inspectorate activities	364,716	345,342
Total activities of ISC Group	£188,326	£682,413

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and its subsidiaries ("the group"), and of the result of the group for that year.

In preparing these financial statements, the Directors are required to

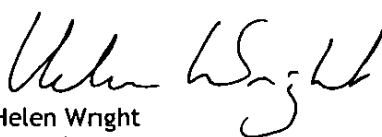
- select suitable accounting policies and then apply them consistently,
- make judgments and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company and subsidiaries' transactions and disclose with reasonable accuracy at any time the financial position of the Company and subsidiaries and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as each of the Directors is aware at the time the report is approved

- there is no relevant audit information of which the group's auditors are unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Signed on behalf of the Board of Directors on 16th May 2012


Helen Wright
Vice Chairman

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE INDEPENDENT SCHOOLS COUNCIL

We have audited the financial statements of the Independent Schools Council for the year ended 31 December 2011 which comprise the Consolidated Profit and Loss Account, the Consolidated Statement of Total Recognised Gains and Losses, the Group and Company Balance Sheets, the Consolidated Cash Flow Statement 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 company'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 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 explained more fully in the Directors' Responsibilities Statement set out on page 6, the directors 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 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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 December 2011 and of the group's result 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.

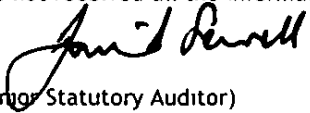
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.


David Sewell (Senior Statutory Auditor)
for and on behalf of Haysmacintyre, Statutory Auditors

Fairfax House
15 Fulwood Place
London, WC1V 6AY

17 May 2012

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

CONSOLIDATED PROFIT AND LOSS ACCOUNT

			2011		2010
	Notes	(£)	(£)	(£)	(£)
TURNOVER	2				
Continuing			1,362,764		6,058,644
Discontinuing			5,417,799		-
Total			<u>6,780,563</u>		<u>6,058,644</u>
Staff costs	4	1,950,917		1,803,276	
Depreciation of fixed assets	3/7	61,534		57,130	
Other operating charges-continuing operations		400,032		3,566,827	
Other operating charges-discontinuing operations		<u>3,906,364</u>		-	
			<u>(6,318,847)</u>		<u>(5,427,233)</u>
SURPLUS ON ORDINARY ACTIVITIES BEFORE INTEREST	3		461,716		631,411
Transfer to Independent Schools Teacher Induction Panel	16		(314,052)		-
Investment income	5	27,759		23,332	
Surplus on disposal of investment	8	43,899		41,341	
Unrealised losses on investments	8	<u>(15,776)</u>		<u>(2,860)</u>	
			<u>55,882</u>		<u>61,813</u>
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION			203,546		693,224
Taxation	6		(15,220)		(10,811)
SURPLUS FOR THE YEAR			<u>188,326</u>		<u>682,413</u>

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

CONSOLIDATED PROFIT AND LOSS ACCOUNT (continued)

Arising from:	2011	2010
(£)	(£)	(£)
ISC general activities	107,291	285,960
ISC Teacher Induction Panel activities	48,884	80,433
Transfer to Independent Schools Teacher Induction Panel	(314,052)	-
Total activities of Independent Schools Council	(157,877)	366,393
ISC Educational Services Limited Activities	(18,513)	(29,322)
Total activities of ISC company & ISC ESL	(176,390)	337,071
Independent Schools Inspectorate activities	364,716	345,342
Total activities of Independent Schools Council Group	188,326	682,413

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	Notes	2011 (£)	2010 (£)
Net surplus transferred to accumulated funds	11	188,326	682,413
Other investments:			
Unrealised (losses)/gains taken to ISC revaluation reserve	8/11	(78,265)	40,120
Total gains and losses recognised in the year		110,061	722,533

The notes on pages 13 to 21 form part of these financial statements

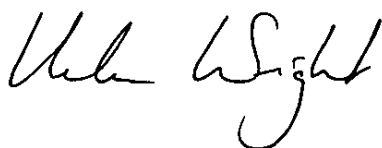
**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

BALANCE SHEET AS AT 31 DECEMBER 2011

		ISC Group		ISC	
	Notes	2011	2010	2011	2010
		(£)	(£)	(£)	(£)
FIXED ASSETS					
Tangible fixed assets	7	153,906	170,712	91,759	122,950
Investments	8,13	478,197	625,317	478,198	625,318
TOTAL FIXED ASSETS		632,103	796,029	569,957	748,268
CURRENT ASSETS					
Trade debtors		311,825	280,418	140,210	38,327
Other debtors	9	114,304	72,703	7,025	4,002
Prepayments		135,865	108,812	75,560	71,027
Amount due from subsidiary undertaking		-	-	69,456	347,357
Cash at bank and in hand		1,539,470	1,506,506	449,125	576,594
		2,101,464	1,968,439	741,376	1,037,307
CREDITORS: amounts due within one year					
Trade creditors		137,572	25,688	81,537	6,906
Corporation tax		17,136	15,304	15,728	14,560
Other taxation and social security costs		68,611	60,001	38,895	32,388
Other creditors		80,026	6,847	80,026	6,847
Accruals and deferred income	10	290,123	626,590	32,242	425,692
		(593,468)	(734,430)	(248,428)	(486,393)
NET CURRENT ASSETS		1,507,996	1,234,009	492,948	550,914
NET ASSETS		2,140,099	2,030,038	1,062,905	1,299,182
Total accumulated funds		2,140,099	1,871,522	1,062,095	1,140,666
Revaluation reserve		-	158,516	-	158,516
TOTAL RESERVES	11	2,140,099	2,030,038	1,062,905	1,299,182

The notes on pages 13 to 21 form part of these financial statements. The financial statements were approved and authorised for issue by the Directors on the 16th May 2012 and were signed below on its behalf by

Helen Wright
Vice Chairman



COMPANY NUMBER: 1103760

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER
2011**

	2011		2010	
	(£)	(£)	(£)	(£)
Net cash inflow from operating activities		280,395		673,844
Returns on investments and servicing of finance				
Investment income	27,759		23,332	
Net cash inflow on investments and servicing of finance		27,759		23,332
Taxation paid		(13,388)		-
Capital expenditure and financial investment				
Transfer to Independent Schools Teacher Induction Panel	(314,052)		-	
Purchase of fixed assets	(44,728)		(24,023)	
Acquisition of long-term investments	(52,477)		(185,352)	
Realisation of long-term investments	149,455		184,869	
Net cash (outflow) for capital expenditure and financial investment		(261,802)		(24,506)
Net increase in cash in the year		32,964		672,670
Cash at bank at 1 January 2011		1,506,506		833,836
Cash at bank at 31 December 2011		1,539,470		1,506,506

RECONCILIATION OF OPERATING SURPLUS TO CASH FLOW FROM OPERATING ACTIVITIES

	2011	2010
	(£)	(£)
Operating surplus	461,716	631,411
Depreciation	61,534	57,130
(Increase)/decrease in debtors	(100,061)	22,981
(Decrease) in creditors	(142,794)	(37,678)
Cash inflow from operating activities	280,395	673,844

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and are in accordance with the applicable accounting standards, as modified by the revaluation of investments to market value

ISC has beneficial ownership of 100% of the share capital of ISC Educational Services Limited. On 1 January 2008, the Independent Schools Inspectorate (ISI) demerged from ISC and became a wholly-owned subsidiary. The group accounts consolidate the results of these two subsidiaries. As explained in Note 13, the results of these companies have been shown under discontinued activities in the profit and loss account. The result of the ISC Teacher Induction Panel has similarly been shown under discontinued activities as explained in Note 16.

Turnover and income recognition

Turnover is the amount derived from the provision of goods and services falling within the Company's ordinary activities. In particular:

- i Teacher induction fees are allocated to accounting periods in line with the school terms to which they relate. Teacher induction fees relating to school terms commencing after the balance sheet date are treated as deferred income and included in current liabilities.
- ii Subscription revenue is allocated to the accounting period to which it relates. Subscription revenue relating to the period after the balance sheet date is treated as deferred income and included in current liabilities.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Leasehold fittings	- The period of the lease
Office furniture and equipment	- 15% on cost
Computer equipment	- 33 3% on cost

Fixed asset investments

Investments held for the purpose of generating long-term investment income are treated as fixed assets in the balance sheet and are valued at market value. Net gains on revaluation are taken to the revaluation reserve and shown in the statement of total recognised gains and losses. The profit or loss on disposal of an investment is measured by reference to its revalued amount, and any net gain previously credited to the revaluation reserve is transferred to the accumulated fund.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the income and expenditure account as incurred.

Pensions

The Company operates a defined contribution scheme covering all of its employees. The employer's contributions are charged to the income and expenditure account in the year in which they arise. No further liabilities accrue to the Company under this scheme.

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

2	ANALYSIS OF TURNOVER - ISC Group	2011	2010
		(£)	(£)
	Independent Schools Council	1,362,764	1,528,167
	ISC Teacher Induction Panel	523,893	421,493
	ISC Educational Services Limited	223,281	253,943
	Independent Schools Inspectorate	4,670,625	3,855,041
		<u>6,780,563</u>	<u>6,058,644</u>
3	OPERATING SURPLUS - ISC Group	2011	2010
		(£)	(£)
	Operating surplus is stated after charging.		
	Depreciation		
	Split as follows		
	Continuing operations	35,494	57,130
	Discontinuing operations	26,040	-
		<u>61,534</u>	<u>57,130</u>
	Auditors' remuneration		
	Audit	20,380	17,385
	Operating leases, land and buildings	233,570	220,739
	Operating leases, equipment	1,524	1,950
4	STAFF COSTS	2011	2010
		(£)	(£)
	Wages and salaries	1,669,082	1,541,931
	Social security costs	168,252	148,194
	Pension costs	113,583	113,151
		<u>1,950,917</u>	<u>1,803,276</u>
	Split as follows		
	Continuing operations	885,589	1,803,276
	Discontinuing operations	1,065,328	-
		<u>1,950,917</u>	<u>1,803,276</u>

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

4b The average number of employees during the year was

	2011 Number	2010 Number
Independent Schools Council	17	19
ISC Teacher Induction Panel	2	2
ISC Educational Services Limited	1	2
Independent Schools Inspectorate	21	17
	41	40

5 INVESTMENT INCOME

	2011 (£)	2010 (£)
Bank deposit interest	8,942	5,447
Investment income	18,817	17,885
	27,759	23,332
Split as follows		
Continuing operations	21,131	23,332
Discontinuing operations	6,628	-
	27,759	23,332

6 TAXATION LIABILITY

	2011 (£)	2010 (£)
Taxation is paid on the interest and investment income received for the year and any realised investment gain. The charge comprises:		
UK corporation tax at 20/21%	17,137	15,304
Over provision of tax in previous years	(1,917)	(4,493)
	15,220	10,811
Split as follows		
Continuing operations	13,811	10,811
Discontinuing operations	1,409	-
	15,220	10,811

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

7 TANGIBLE FIXED ASSETS: ISC Group	Leasehold fittings	Office furniture and equipment	Computer equipment	Total
	(£)	(£)	(£)	(£)
Cost				
At 1 January 2011	186,222	131,295	114,591	432,108
Additions	5,205	3,070	36,453	44,728
Disposals	-	(8,966)	(41,829)	(50,795)
At 31 December 2011	191,427	125,399	109,215	426,041
Depreciation				
At 1 January 2011	88,511	79,739	93,146	261,396
Charge for the year	20,779	20,719	20,036	61,534
Eliminated on disposal	-	(8,966)	(41,829)	(50,795)
At 31 December 2011	109,290	91,492	71,353	272,135
Net book value				
At 31 December 2011	82,137	33,907	37,862	153,906
At 31 December 2010	97,711	51,556	21,445	170,712

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

7b. TANGIBLE FIXED ASSETS: ISC	Leasehold fittings	Office furniture and equipment	Computer equipment	Total
	(£)	(£)	(£)	(£)
Cost				
At 1 January 2011	151,025	95,908	82,956	329,889
Additions	-	707	3,596	4,303
Disposals	-	(7,591)	(38,697)	(46,288)
At 31 December 2011	<u>151,025</u>	<u>89,024</u>	<u>47,855</u>	<u>287,904</u>
Depreciation				
At 1 January 2011	75,510	64,406	67,023	206,939
Charge for the year	15,103	14,472	5,919	35,494
Eliminated on disposal	-	(7,591)	(38,697)	(46,288)
At 31 December 2011	<u>90,613</u>	<u>71,287</u>	<u>34,245</u>	<u>196,145</u>
Net book value				
At 31 December 2011	<u>60,412</u>	<u>17,737</u>	<u>13,610</u>	<u>91,759</u>
At 31 December 2010	<u>75,515</u>	<u>31,502</u>	<u>15,933</u>	<u>122,950</u>

The net book value of fixed assets acquired under a hire purchase contract is £Nil (2010 £Nil)
Depreciation for the year on these assets was £Nil (2010. £ Nil).

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

8	FIXED ASSET INVESTMENTS: ISC company & ISC Group	2011	2010
		(£)	(£)
	Quoted investments		
	Market value at 1 January 2011	625,317	546,234
	Additions at cost	52,477	185,352
	Disposals at market value	(105,556)	(143,529)
	Unrealised gains/(losses)	(94,041)	37,260
	Market value at 31 December 2011	478,197	625,317
	Historical cost	481,207	559,772

No provision has been made for the tax that would be payable if the investments were sold at their stated market value. The tax would amount to approximately £Nil (2010 £Nil).

9 OTHER DEBTORS	Group		Company	
	2011	2010	2011	2010
	(£)	(£)	(£)	(£)
Staff season ticket loans	10,689	9,725	2,762	3,811
Accrued income	52,432	62,787	-	-
Other debtors	51,183	191	4,263	191
	114,304	72,703	7,025	4,002

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

10 ACCRUALS AND DEFERRED INCOME	Group		Company	
	2011	2010	2011	2010
	(£)	(£)	(£)	(£)
Cost accruals	140,676	217,386	19,598	61,093
Teacher induction fees and other ISC deferred income	-	347,779	-	347,779
School inspection, seminar and training fees received in advance	110,679	3,675	-	-
Conference fees received in advance	-	40,930	-	-
Benefit of rent-free period spread over term of lease	38,768	16,820	12,644	16,820
	<u>290,123</u>	<u>626,590</u>	<u>32,242</u>	<u>425,692</u>

11 RESERVES

	Brought forward	Surplus / (deficit) for the year	Other movements	Carried Forward
	(£)	(£)	(£)	(£)
Independent Schools Council general reserve	875,498	107,291	80,251	1,062,905
Provision for amount due from subsidiary (ESL)	-	-	(135)	-
ISC Teacher Induction Panel reserve	265,168	(265,168)	-	-
Total ISC Accumulated Funds	1,140,666	(157,877)	80,116	1,062,905
Revaluation reserve	158,516	-	(158,516)	-
Total ISC company reserves	1,299,182	(157,877)	(78,400)	1,062,905
ISC Educational Services Limited general reserve	(569,865)	(18,513)	-	(588,378)
Elimination of intra-group provision	569,865	-	135	570,000
Total ISC company & ESL Reserves	1,299,182	(176,390)	(78,265)	1,044,527
Independent Schools Inspectorate reserve	730,856	364,716	-	1,095,572
Total ISC Group reserves	2,030,038	188,326	(78,265)	2,140,099

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

NOTES TO THE FINANCIAL STATEMENTS (continued)

12 FINANCIAL COMMITMENTS

At 31 December 2011 ISC Group had annual commitments under operating leases as set out below:

	2011		2010	
	Land and buildings (£)	Other (£)	Land and buildings (£)	Other (£)
Operating leases that expire.				
Within one year	-	697	-	-
In the second to fifth years	282,372	1,008	222,372	-
Over five years	-	-	-	-

13 INVESTMENT IN GROUP UNDERTAKING

ISC has 2 wholly-owned subsidiaries- ISC Educational Services Limited and Independent Schools Inspectorate

ISC owns 100% of the share capital (valued at £1) of ISC Educational Services Limited (ESL). ESL's activities are underwritten and financed by ISC and as at 31 December 2010 ISC has in its own accounts provided for £569,865 of the debt due from ESL. On the 28 March 2011 ISC waived under deed £570,000 of this debt. The provision and waiver do not impact on the Group Financial Statements. At 31 December 2011 ESL owed ISC £69,456 (2010: £917,222). ISC has agreed that it will not seek to recover any amounts due to it by ESL unless ESL has sufficient funds available after satisfying all other creditors.

ESL ceased trading on 31 December 2011 and will be struck off in due course. The activities of ESL have been included within discontinued activities in the profit and loss account.

ISI is a company limited by guarantee with no share capital. ISI owed £Nil to ISC at 31 December 2011 (2010: £Nil). With effect from 1 January 2012 ISI ceased to be a subsidiary of ISC and for this reason its 2011 results are included within discontinued activities in the profit and loss account.

**INDEPENDENT SCHOOLS COUNCIL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

14 CAPITAL COMMITMENTS

	2011	2010
	(£)	(£)
Authorised but not contracted for	-	-
Contracted for not provided in the financial statements	-	-

15 RELATED PARTIES

The Welsh Independent Schools Council was incorporated on 10 November 2010 and ISC was a founder member. ISC is one of multiple members, and therefore is not considered to have dominant influence on or a controlling share of the organisation. ISC pays a contribution to WISC each year, £11,220 in 2011 (2010: £11,240).

16 TRANSFER OF THE TEACHER INDUCTION BUSINESS OF THE INDEPENDENT SCHOOLS COUNCIL TO THE INDEPENDENT SCHOOLS TEACHER INDUCTION PANEL

With effect from 31 December 2011 the teacher induction business of the Independent Schools Council (TIP) was transferred to a new company, the Independent Schools Teacher Induction Panel. The accumulated profits of TIP at 31 December 2011 totalling £314,052, along with payments received in advance by the ISC, have been/will be paid over to the new company. The activities of TIP in 2011 have been included within discontinued activities in the profit and loss account.