

CHEAM SCHOOL EDUCATIONAL TRUST  
(A Company Limited by Guarantee)

GOVERNORS' REPORT

AND ACCOUNTS

YEAR ENDED 31 AUGUST 1995

ABBREVIATED

MacINTYRE & CO  
CHARTERED ACCOUNTANTS  
28 ELY PLACE  
LONDON, EC1N 6RL

Company Registered No. 1843219



REPORT OF THE AUDITORS  
TO THE GOVERNORS OF CHEAM SCHOOL EDUCATIONAL TRUST  
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Page 2b

We have examined the abbreviated accounts set out on pages 3 and 5 together with the financial statements of Cheam School Educational Trust prepared under Section 226 of the Companies Act 1985 for the year ended 31 August 1995.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 1 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

OPINION

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to the Act, in respect of the year ended 31 August 1995 and the abbreviated accounts on pages 3 and 5 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 18 October 1995 we reported as auditors of Cheam School Educational Trust to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 August 1995 and our audit report was as follows:-

"We have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF GOVERNORS AND AUDITORS

As described on page 1 the company's governors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the governors 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 company's affairs as at 31 August 1995 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

28 Ely Place  
London  
EC1N 6RL

*MacIntyre & Co*

MACINTYRE & CO  
CHARTERED ACCOUNTANTS  
REGISTERED AUDITORS

18 October 1995

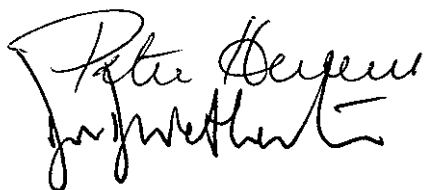
## BALANCE SHEET

31 AUGUST 1995

	Notes	£	1995 £	£	1994 £
TANGIBLE FIXED ASSETS	1		1,319,085		1,312,229
CURRENT ASSETS					
Debtors -					
Fees and extras in arrears	2	23,123		10,233	
Other debtors, stocks and prepayments		22,646		14,559	
		-----		-----	
Total debtors		45,769		24,792	
Cash at bank		-		139,214	
		-----		-----	
		45,769		164,006	
		-----		-----	
CREDITORS - due within one year					
Fees received in advance		106,164		81,100	
Fee composition		41,219		58,779	
Other creditors	3	79,244		125,100	
		-----		-----	
		226,627		264,979	
		-----		-----	
NET CURRENT (LIABILITIES)			(180,858)		(100,973)
			-----		-----
			1,138,227		1,211,256
FUNDS ASSETS					
BURSARY AND SCHOLARSHIP	5	66,607		62,352	
APPEAL FUND	8	100,129		-	
		-----		-----	
			166,736		62,352
			-----		-----
TOTAL ASSETS LESS LIABILITIES			£1,304,963		£1,273,608
			=====		=====
Represented by:					
CAPITAL RESERVE	4		772,582		772,582
REVENUE ACCOUNT			365,645		438,674
			-----		-----
			1,138,227		1,211,256
FUNDS					
BURSARY AND SCHOLARSHIP	5	66,607		62,352	
APPEAL	8	100,129		-	
		-----		-----	
			166,736		62,352
			-----		-----
			£1,304,963		£1,273,608
			=====		=====

In preparing these financial statements advantage has been taken of the exemptions provided in Companies Act 1985 Schedule 8 Part III. In the opinion of the directors the company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in Sections 246 and 247.

SIGNED ON BEHALF OF THE BOARD



ADMIRAL SIR PETER HERBERT

D.N.D. NETHERTON

18 October 1995

) )  
GOVERNORS

The accompanying notes are an integral part of this balance sheet.

YEAR ENDED 31 AUGUST 1995

## ACCOUNTING POLICIES:

The financial statements have been prepared in accordance with statements of standard accounting practice issued by UK accountancy bodies. The particular accounting policies adopted are described below.

## a. Accounting convention:

The accounts have been prepared under the historical cost convention.

## b. Depreciation:

Depreciation is provided on freehold land and permanent buildings at 1% on cost. Depreciation is provided on other fixed assets to write off their cost over estimated useful lives at the following rates:

Furniture, fittings and equipment	- 10% on cost
Motor vehicles and garden equipment	- 20% on cost
Computers	- 25% on cost

## c. Capital reserve:

Amounts appropriated out of income each year for discharge of bank loan and debentures and amounts received from the appeal and gift funds, towards capital expenditure incurred on their objectives, are added to capital reserve.

## d. Bursary and Scholarship Funds:

Amounts are appropriated out of income for the provision of Bursaries and Scholarships with the appropriations set aside and the granting of Bursaries and Scholarships being at the discretion of the Governors. Interest earned on the amounts set aside are credited to the fund.

## f. Turnover:

Turnover comprises fees, sales and lettings receivable from the schools continuing activities.