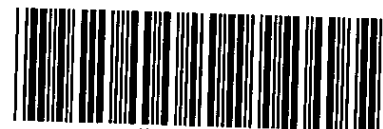


REGISTERED COMPANY NUMBER: 1975246 (England and Wales)
REGISTERED CHARITY NUMBER: 293464

MYRRH LIMITED
DIRECTORS' REPORT AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JULY 2013

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COMPANIES HOUSE

MYRRH LIMITED

COMPANY NO	1975246 (England & Wales)
REGISTERED CHARITY NO	293464
DIRECTORS	Mrs Desiree Howells (Chair) Mr Bernard Borland Dr Michael Dulake Ms Pauline Farrell Cllr Mrs Daphne Marchant Mr Michael McLoughlin Mr Andrew Stables Mr Colin Garvey Mrs Ella Lutchmayer Ms Anna Ejindu
COMPANY SECRETARY	Dr Michael Dulake
REGISTERED OFFICE	52 Ossory Road London SE1 5AN
AUDITORS	Christopher & Co Chartered Accountants Statutory Auditors 51a Anson Road Tufnell Park London N7 0AR
BANKERS	Unity Trust Bank Plc Nine Brindley Place 4 Oozells Square Birmingham B1 2HB

MYRRH LIMITED

(REGISTERED COMPANY NUMBER: 1975246)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
For the year ended 31 July 2013

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DIRECTORS' REPORT**For the year ended 31 July 2013**

The directors, who are also trustees for the purpose of charity law, present their report with the financial statements of the charitable company for the year ended 31 July 2013. The directors have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

Structure, governance and management**Governing document**

The charitable company is a private company, limited by guarantee, as defined by the Companies Act 2006 and without any share capital. It was incorporated on 6 January 1986 and was registered as a charity on 14 January 1986. It was established under a Memorandum of Association which established the objects and powers of the company and it is governed under its Articles of Association. In the event of the charitable company being wound up, members are required to contribute an amount not exceeding £1.

Recruitment and appointment of directors

The board of directors shall consist of not less than three or more than fifteen provided that at all times at least 75% of the directors shall be Roman Catholic. Subject to the Articles of Association, the directors may appoint a person who is willing to act as a director either to fill a vacancy or as an additional director. A director so appointed shall hold office only until the next following Annual General Meeting whereupon he or she shall retire or seek reappointment.

No person shall be appointed or reappointed as a director at any general meeting unless he or she has attained the age of 18 years and is recommended by the directors, or not less than fourteen nor more than thirty-five clear days before the date appointed for the meeting, notice executed by a member has been given to the company of the intention to propose a person for appointment or reappointment stating the particulars required by the Articles and providing a notice executed by that person of his or her willingness to be appointed or reappointed. Due notice and particulars, in accordance with the Articles, must also be given to all persons who are entitled to receive notice of the general meeting.

Under the requirements of the Articles, a director shall retire at the close of the Annual General Meeting nearest to the fourth anniversary of his or her appointment and he or she shall be eligible for reappointment for a further four years only, unless, in accordance with the Articles, he or she is reappointed annually by the directors.

Directors induction and training

Most new directors are already familiar with the practical work of the charitable company having visited the college and observed its activities prior to their appointment. Additionally, new directors are briefed regarding directors' powers, duties and obligations and are provided with copies of the Memorandum and Articles of Association, the latest annual report and audited accounts, and other relevant information.

Organisational structure

The charitable company's board of directors meets regularly throughout the year and is responsible for the strategic direction and policy of the charitable company. In addition, there are various sub-committees of directors, with specific responsibilities, who report to the board. At present, the board has directors from a variety of professional and ethnic backgrounds relevant to the work of the charitable company. All directors are unpaid volunteers.

The board is responsible for ensuring that the charitable company delivers the services specified and that the key performance indicators are met. The college principal, Ms Anita Faherty, has responsibility for day-to-day operational management, staff supervision and for ensuring that staff continue to develop their skills and working practices in line with best practice.

Objectives and activities

The charitable company's principal objectives are to

- advance the education of the public by the provision of vocational education and training, and
- promote all or any activities for the benefit of the community now or hereafter deemed by law to be charitable.

Provided that these objectives shall at all times be consistent with the ethics of the Roman Catholic Church or agency thereof.

(continued)

DIRECTORS' REPORT

For the year ended 31 July 2013 (continued)

Our aims

The main aim of the charitable company, which is based in Lambeth and Southwark, is to provide vocational training, particularly to unemployed local people and across the wider London area. Training is provided in mixed-gender groups in a culturally sensitive environment. There is considerable evidence to show that Lambeth and Southwark are areas of social and economical deprivation.

We are committed to raising standards of learning and of training and assessment of learners.

Our methods

In setting our objectives and planning our activities the directors have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education.

We strive to undertake rigorous, honest and objective self-assessment of the quality of our provision. To this end, all learners and work placement providers are actively encouraged to provide feedback on the training process. The whole process of self-assessment focuses on the learner and its purpose is to evaluate and then improve the quality of the learner's experience.

During the year we continued to

- Identify strengths, so that the best use can be made of them, maintaining them as strengths and building on them.
- Identify weaknesses, so that they can be eliminated
- Identify those areas which are neither strengths nor weaknesses, but which have the potential to make a substantial difference to the training provided if they are improved
- Take effective action to bring about improvements

Our ethos

Myrrh seeks to break down barriers to training that exists for some in the local community. This is achieved using high standards of training and personal development with the aim of meeting current labour market needs locally and nationally. We will provide a supportive learning environment and a commitment to the development and transmission of ideas, knowledge and appropriate skills. Myrrh does not charge fees for its training and welcomes learners from all backgrounds. Entrance interviews and assessments are undertaken to ensure that potential learners are aware of what is expected of them, whilst they undertake training at Myrrh.

We are an equal opportunity organisation and are committed to a working and learning environment that is free from any form of discrimination on the grounds of colour, race, ethnicity, religion, sex, sexual orientation or disability. We will make reasonable adjustments to meet the needs of staff or learners who are or become disabled.

Myrrh recognises its responsibility to safeguard the welfare of its students and will ensure that relevant and effective safeguarding practices exist and are actively promoted within Myrrh. All our students have the right to be safe and protected, both within Myrrh and whilst engaged in Myrrh-related activities, and their welfare and well being is of paramount importance.

In all our activities we see Myrrh as acting in the common good in the communities in which we work.

(continued)

DIRECTORS' REPORT**For the year ended 31 July 2013 (continued)**

Training

We offer training in Carpentry and Joinery, Catering, Childcare, Care and Motor Vehicle Maintenance. In addition Literacy and Numeracy support is available to all Learners that require help. Additional Support is also provided on a one-to-one basis or for learning to take place in a smaller group setting.

Learner numbers

Our training activities cater for 16 - 18 year old learners and adult learners (19+). During the year learner numbers were

16 - 18 year old learners - 30 (2012: 55)

Adult learners - 856 (2012: 906)

Myrrh became sub-contractors to LESOCO (formerly Lewisham and Southwark College) from 1 August 2012. They did not agree to fund all our existing learners and Myrrh allowed these learners to continue training with us by funding their training ourselves.

Principal funding sources

The principal funding sources for the year were by way of contract income and grants from LESOCO and the Education Funding Agency (EFA) and the Skills Funding Agency (SFA), as set out in note 2. In addition, other income was generated from motor vehicle and catering department takings.

Achievement and performance

The directors are constantly striving to improve the delivery and quality of educational services provided. Following the renewal of the lease on one of the Myrrh's buildings major refurbishment work has been carried out.

Financial review

The net deficit for the year was £535,852 (2012: £100,452 surplus). This difference was mainly due to becoming sub-contractors to LESOCO. Contract negotiations took almost six months when Myrrh did not receive any income and used its own reserves to fund its operations. In addition Myrrh lost its EFA contract for 16-19 year old learners.

Future developments

During the year Myrrh entered into a collaborative arrangement with LESOCO for the provision of all services to adult learners which were previously directly funded by the SFA. Since the year end this arrangement was formalised into a contractual agreement which is due to expire in December 2014. The directors expect that this contract will be renewed and will continue for the foreseeable future. The directors are committed to ensuring that Myrrh continues to provide education and training to the highest standards and that the effects of any future funding changes will be minimised.

Directors

The directors currently in office and throughout the year, except as stated, were as follows:

Mrs Desree Howells (Chair)
Mr Bernard Borland
Dr Michael Dulake
Ms Pauline Farrell
Cllr Mrs Daphne Marchant
Mr Michael McLoughlin
Mr Andrew Stables
Mr Colin Garvey
Mrs Ella Lutchmayer
Ms Anna Ejindu

(continued)

DIRECTORS' REPORT

For the year ended 31 July 2013 (continued)

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 charitable company and the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and apply them consistently,
- observe the methods and principles in the Charity SORP,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue to operate

The directors are responsible for maintaining proper accounting records, which disclose with reasonable accuracy at any time, the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

So far as the directors are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each director has taken all the steps that they ought to have taken as a director in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

Reserves policy

The directors have examined the charitable company's requirements for reserves in the light of the future developments and its main financial risks. They have decided that general unrestricted funds should be conserved as much as possible over the coming two years to serve as a buffer against possible funding cuts. Over the last three years the unrestricted cash reserves have ranged between 1 to 6 months of total expenditure.

Risk management

The directors have considered the major risks to which the charitable company is exposed to ensure that where appropriate systems and procedures have been established to mitigate the risks the charity faces. These systems and procedures cover such matters as health and safety, internal controls to provide assurance against fraud and error and the possible diversity of funding.

Fixed assets

The movements in fixed assets during the year are set out in note 7.

Auditors

The auditors, Christopher & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the board



Mr Andrew Stables
Director

Approved by the Board 23 April 2014

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MYRRH LIMITED

We have audited the financial statements of Myrrh Limited for the year ended 31 July 2013 on pages nine to sixteen. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable 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 charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable 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 Statement of directors' responsibilities set out on page six, the directors (who are also the trustees of the charitable company for the purposes of charity 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

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 charitable 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 charitable company's affairs as at 31 July 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 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.

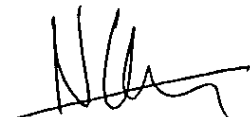
(continued)

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

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 directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit; or
- the directors 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 Directors' Report



Nicholas Christopher (Senior Statutory Auditor)
for and on behalf of Christopher & Co
Chartered Accountants
Statutory Auditors
51a Anson Road
Tufnell Park
London
N7 0AR

23 April 2014

STATEMENT OF FINANCIAL ACTIVITIES
Incorporating the Income and Expenditure Account
For the year ended 31 July 2013

		Restricted Funds	Unrestricted Funds	2013 Total	2012 Total
	Notes	£	£	£	£
INCOMING RESOURCES					
Incoming resources from charitable activities					
Contract and grant income	2	76,229	879,401	955,630	1,704,098
Activities for generating funds:					
Interest receivable		-	303	303	4,684
Other income		-	16,288	16,288	18,052
Total Incoming resources		76,229	895,992	972,221	1,726,834
RESOURCES EXPENDED					
Costs of generating funds:					
Charitable activities	3	76,229	1,116,071	1,192,300	1,362,044
Fundraising and publicity	4	-	15,739	15,739	27,898
Governance costs	5	-	300,034	300,034	236,440
Total resources expended	6	76,229	1,431,844	1,508,073	1,626,382
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES					
		-	(535,852)	(535,852)	100,452
LOSS ON REVALUATION OF FIXED ASSETS FOR CHARITY'S OWN USE					
		-	-	-	(358,320)
TOTAL FUNDS BROUGHT FORWARD		-	1,298,772	1,298,772	1,556,640
TOTAL FUNDS CARRIED FORWARD	10	-	£762,920	£762,920	1,298,772

All the company's activities in the above two financial years were derived from continuing operations
The financial statements are comprised of pages 9 to 16

MYRRH LIMITED**(REGISTERED COMPANY NUMBER: 1975246)****BALANCE SHEET****At 31 July 2013**

	Note	2013 £	2012 £
FIXED ASSETS			
Tangible assets	7	<u>560,289</u>	<u>582,825</u>
CURRENT ASSETS			
Debtors	8	203,750	31,025
Cash at bank and in hand		<u>111,208</u>	<u>779,955</u>
		<u>314,958</u>	<u>810,980</u>
CREDITORS: Amounts falling due within one year	9	<u>(112,327)</u>	<u>(95,033)</u>
NET CURRENT ASSETS		<u>202,631</u>	<u>715,947</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>762,920</u>	<u>1,298,772</u>
TOTAL FUNDS	10	<u>762,920</u>	<u>1,298,772</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Signed on behalf of the
Board of Directors



Mr Andrew Stables
Director

Approved by the board on 23 April 2014

The financial statements are comprised of pages 9 to 16

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2013**1 ACCOUNTING POLICIES****a) Basis of accounting**

These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets, in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006, and in accordance with Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" issued in March 2005.

b) Incoming resources

Income from contracts is included in the statement of financial activities based on work completed in the year. Any retrospective adjustments made by the funders are reflected as soon as the charitable company is made aware of them. Grant income is taken up in the year to which it relates.

Restricted funds represent funds received which are to be used for a specific purpose. Unrestricted funds can be used to carry out any of the charitable company's objectives.

c) Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to that category.

Expenditure is classified under the principal categories of charitable and other expenditure rather than the type of expense, in order to provide more useful information.

Charitable expenditure comprises direct expenditure attributable to the provision of education and includes an allocation of overheads consistent with use of the resources.

Governance costs include those costs which relate to the charity's compliance with constitutional and statutory requirements and include audit fees, legal and professional fees, and the costs of the senior management team and related office costs.

d) Tangible fixed assets

These are carried at cost or valuation less accumulated depreciation. Plant and equipment costing less than £200 per individual item is written off to the income and expenditure account in the year of acquisition, unless part of a major refit. All other additions are capitalised at cost.

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

Buildings	-2% straight line on valuation
Plant and equipment	-20% and 33 3% straight line on cost

e) Pensions

Myrrh has two pension schemes, one for teaching staff and the other for non-teaching staff. Both are multi-employer defined benefit schemes, under which Myrrh is only obliged to pay periodic employer's contributions as set by the scheme providers and, in the case of non-teaching staff, a cessation fee should it ever stop making periodic contributions or leave the scheme.

As Myrrh's pension schemes are linked with those of other employers, sufficient information is not available to enable them to be accounted for as defined benefit schemes. They are therefore, as permitted, accounted for as defined contribution schemes and pension costs and obligations are recognized as levied by the scheme providers.

f) Transfers between funds

Transfers are made from the revaluation fund to general funds to reflect the additional depreciation charged on revalued buildings over and above the depreciation charged on their historical cost.

(continued)

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 July 2013 (continued)

1 ACCOUNTING POLICIES (continued)

g) Taxation

As an exempt charity the company benefits by being exempt from corporation tax on income it receives from tuition fees, interest and rents

The company is exempted levying VAT on most of the services it provides to students and is not registered for VAT. For this reason the company is unable to recover input VAT it suffers on goods and services purchased

2 CONTRACT AND GRANT INCOME

	2013 £	2012 £
LESOCO (formerly Lewisham and Southwark College)	792,577	-
Skills Funding Agency/Learning and Skills Council	50,739	1,529,807
Education Funding Agency / Young People's Learning Agency	112,314	174,291
	<u>955,630</u>	<u>1,704,098</u>
Contractual services	879,401	1,551,175
Hardship funds grant	66,995	104,242
Childcare & Bursary funds grants	9,234	48,681
	<u>955,630</u>	<u>1,704,098</u>

During the year the Education Funding Agency took over the administration of the Young People's Learning Agency which ceased to operate. During the previous year the Learning and Skills Council ceased to operate and the administration of the funding was transferred to the Skills Funding Agency and Southwark Council

3 CHARITABLE ACTIVITIES – Education Services

Charitable Expenditure	Restricted Funds £	Unrestricted Funds £	Total 2013 £	Total 2012 £
Teaching staff costs	-	552,302	552,302	585,112
Teaching expenses	76,229	99,252	175,481	272,959
General education expenditure	-	88,433	88,433	89,947
Support Cost				
Premises & equipment costs	-	187,742	187,742	225,632
Support staff costs	-	187,905	187,905	187,938
Support service expenses	-	437	437	456
	<u>76,229</u>	<u>1,116,071</u>	<u>1,192,300</u>	<u>1,362,044</u>

4 FUNDRAISING AND PUBLICITY

	Restricted Funds £	Unrestricted Funds £	Total 2013 £	Total 2012 £
Advertising	-	15,739	15,739	27,898
	<u>-</u>	<u>15,739</u>	<u>15,739</u>	<u>27,898</u>

(continued)

NOTES TO FINANCIAL STATEMENTS
For the year ended 31 July 2013 (continued)

5 GOVERNANCE COSTS

	Restricted Funds	Unrestricted Funds	Total 2013	Total 2012
	£	£	£	£
Governance costs				
Salaries and office costs	-	196,131	196,131	227,455
Legal and professional fees	-	94,825	94,825	194
Audit fees	-	9,078	9,078	8,791
	<u>-</u>	<u>300,034</u>	<u>300,034</u>	<u>236,440</u>

6 TOTAL RESOURCES EXPENDED

	Staff Costs	Depreciation	Other Costs	Total
	£	£	£	£
Education services	740,207	22,536	429,557	1,192,300
Fundraising and publicity	-	-	15,739	15,739
Governance costs	173,546	-	126,488	300,034
	<u>913,753</u>	<u>22,536</u>	<u>571,784</u>	<u>1,508,073</u>

Staff Costs

	2013	2012
	£	£
Wages and salaries	799,475	848,465
Social security costs	74,377	79,255
Pension costs	39,901	45,063
	<u>913,753</u>	<u>972,783</u>

Other Costs

	2013	2012
	£	£
Premises	191,382	225,632
General education and teaching	237,738	333,268
Management and administration	15,232	17,977
Support services	437	456
Legal and professional	103,903	8,985
Miscellaneous	23,092	37,623
	<u>571,784</u>	<u>623,941</u>

The average number of employees analysed by function, was

	2013 Number	2012 Number
Education services	23	23
Governance	<u>5</u>	<u>5</u>
	<u>28</u>	<u>28</u>

There are no employees with emoluments above £60,000, excluding employer's pension contributions

(continued)

NOTES TO FINANCIAL STATEMENTS
For the year ended 31 July 2013 (continued)

7 TANGIBLE FIXED ASSETS

	Land and Buildings £	Plant and Equipment £	Total £
COST OR VALUATION:			
At beginning of year	550,000	453,225	1,003,225
Additions in year	-	-	-
Revaluations	-	-	-
At 31 July 2013	<u>550,000</u>	<u>453,225</u>	<u>1,003,225</u>
DEPRECIATION			
At beginning of year	-	420,400	420,400
Charge for year	8,400	14,136	22,536
Revaluations	-	-	-
At 31 July 2013	<u>8,400</u>	<u>434,536</u>	<u>442,936</u>
NET BOOK VALUE			
At 31 July 2013	<u>541,600</u>	<u>18,689</u>	<u>560,289</u>
At 31 July 2012	<u>550,000</u>	<u>32,825</u>	<u>582,825</u>

Land and buildings are owned under a 999 year lease which commenced on 21 December 1995, and has a peppercorn rent. The carrying value of the land and buildings has been revalued to open market value determined by Kinleigh, Folkard & Hayward, Chartered Surveyors in their report dated 26 April 2013 which estimated their market value to be £550,000. The previous valuation was carried out on 17 November 2006 by the same valuers. The directors consider that the amount at which land and buildings are carried fairly reflects their open market value at the balance sheet date.

Cost or valuation at 31 July 2013 is represented by

	Land and Buildings £	Plant and Equipment £	Total £
Valuation	550,000	-	550,000
Cost	-	453,225	453,225
	<u>550,000</u>	<u>453,225</u>	<u>1,003,225</u>

8 DEBTORS: Amounts Falling Due Within One Year

	2013 £	2012 £
Prepayments and Accrued Income	<u>203,750</u>	<u>31,025</u>

(continued)

NOTES TO FINANCIAL STATEMENTS
For the year ended 31 July 2013 (continued)

9 CREDITORS: Amounts falling due within one year

	2013	2012
	£	£
Trade creditors	34,596	62,671
Taxation and social security	19,861	22,974
Accruals	10,686	9,388
Other creditors	47,184	-
	<u>112,327</u>	<u>95,033</u>

10 RECONCILIATION OF FUNDS	At 1 August 2012 £	Funds Received £	Funds Expended £	Transfers	At 31 July 2013 £
Restricted funds					
Hardship funds	-	66,995	66,995	-	-
Childcare and Bursary funds	-	9,234	9,234	-	-
	<u>-</u>	<u>76,229</u>	<u>76,229</u>	<u>-</u>	<u>-</u>
Unrestricted funds					
Revaluation fund	392,600	-	-	(5,160)	387,440
General funds	906,172	895,992	1,431,844	5,160	375,480
	<u>1,298,772</u>	<u>895,992</u>	<u>1,431,844</u>	<u>-</u>	<u>762,920</u>
	<u>1,298,772</u>	<u>972,221</u>	<u>1,508,073</u>	<u>-</u>	<u>762,920</u>

Purposes of restricted funds

Hardship funds This fund is to assist needy students with the costs of travel, books, materials, protective clothing etc and registration fees with awarding bodies

Childcare funds This fund is to provide childcare fees for students.

Bursary funds: This fund is to assist 16-18 year old learners with the costs of travel, lunch, books, materials, protective clothing etc and registration fees with awarding bodies

Purposes of unrestricted funds

Revaluation fund This fund is required by the Companies Act 2006 and represents the amount by which land and buildings exceed their historical cost

General funds These are incoming resources receivable or generated for the objects of the charity without specified purpose These funds provide working capital and financial flexibility and their level is kept under regular review by the directors

(continued)

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 July 2013 (continued)

11 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted Funds	Unrestricted Funds	Total
	£	£	£
Fund balances at 31 July 2013 are represented by			
Tangible fixed assets	-	556,649	556,649
Current assets	-	314,958	314,958
Current liabilities	-	(112,327)	(112,327)
Total net assets	<u>-</u>	<u>759,280</u>	<u>759,280</u>

12 SHARE CAPITAL

The company is limited by guarantee and does not have a share capital. Each member's guarantee is limited to £1.

13 RELATED PARTY TRANSACTIONS

No director received any remuneration during the year, or had any personal interest in any contract or transaction entered into by the company during the year (2012: nil).

14 COMMITMENTS AND CONTINGENT LIABILITIES

There were no capital commitments or contingent liabilities at the balance sheet date. The company has a rental commitment on one of its premises of £78,300 per annum, index linked, under a 10 year lease (with a 5 year break clause) which commenced in February 2012.

Myrrh also occupies a building which is owned by the Roman Catholic Archdiocese of Southwark. These premises are occupied under an informal licence agreement under which no rent is payable but Myrrh is responsible for the upkeep and good decorative condition of the internal part of the building and for its general running costs. Myrrh's occupation of the building is conditional upon it continuing to be used for the activities of a charitable educational institution and for no other purpose. Given this overriding condition the directors do not consider that the provision of the use of the premises has any financial 'market value' in the generally accepted sense and accordingly no value is attributed thereto within the financial statements. Myrrh is currently in the process of formalising this arrangement.

Myrrh has an ongoing obligation to pay employer's pension contributions. It has no influence over the level of such contributions, which are set periodically by the scheme providers. The contributions for the current year amount to £39,901 (2012: £45,063) and are expected to remain at around this level for the coming year. In respect of non-teaching staff, the scheme estimates that Myrrh has a cessation liability of £214,000 (2012: £226,000). This represents the lump sum that needs to be put in to fund the scheme if no further periodic contributions were made. This liability is only payable if Myrrh leaves the scheme or ceases making its periodic contributions.

THESE NOTES FORM AN INTEGRAL PART OF THE FINANCIAL STATEMENTS