

2106661

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

**Accounts**

**for the year ended**

**31st July 2000**



A27	WENN TOWNSEND	0283
COMPANIES HOUSE		22/12/00
COMPANIES HOUSE		0001
		07/12/00

**Wenn Townsend**

**Chartered Accountants**

**Oxford**

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

<b>Directors:</b>	Mr J P Leighfield (Chairman) Mr G G Audley-Miller Prof B J Bellhouse Dr L W B Brockliss Dr C L Brundin (resigned 31 <sup>st</sup> December 1999) Dr R G Denning Mrs W Hart Mr D J Eeley Dr C J Ferdinand Mr C J G Ives Mr G W Neilson Miss M Newton Dr M J Peagram Mr G C Pye (resigned 31 <sup>st</sup> December 1999) Mr S F Race Mrs J Townsend Mr W Wyatt (appointed 1 <sup>st</sup> January 2000)
<b>Secretary:</b>	Mr M H Kefford
<b>Members:</b>	The President and Fellows of the College of St Mary Magdalen The Senior Bursar of Magdalen College
<b>Registered Office:</b>	Cowley Place Oxford
<b>Registered Number:</b>	2106661
<b>Registered Charity Number:</b>	295785
<b>Auditors:</b>	Wenn Townsend Chartered Accountants and Registered Auditors Oxford
<b>Bankers:</b>	National Westminster Bank Oxford
<b>Solicitors:</b>	Morgan Cole Oxford

**Magdalen College School Oxford Limited  
Limited by Guarantee**

**Report of the Directors**

**31st July 2000**

The directors present their report and the audited financial statements for the year ended 31st July 2000.

**Principal activity**

The principal activity of the company to promote and provide for the advancement and education of children in the United Kingdom, and in connection therewith to conduct, carry on, acquire and develop any boarding or day school or schools. There has been no significant change in this activity during the year and the directors do not anticipate that the nature and scope of the company's activity will change significantly in the foreseeable future. The charity is a company limited by guarantee whose activities are governed by its memorandum and articles of association.

**Business review**

The company's balance sheet as detailed on page 7 shows a satisfactory position, members' funds amounting to £5,006,553.

**Surplus and appropriations**

The results for the year are shown in the income and expenditure account on page 4.

**Fixed assets**

Changes in fixed assets during the year are set out in note 8 to the accounts. In the opinion of the directors there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts.

The school is at present building a new sports hall (total cost £1,795,000) and tennis courts (total cost £111,260). £264,979 of this has already been expended and has been included as additions in note 8.

The school has taken advantage of the transitional provisions of FRS15 whereby the valuation of equipment has been frozen at its value as at 31<sup>st</sup> July 1999. Additions since that date have been included at cost and are being depreciated on an annual basis.

**Directors**

The directors of the company during the year are detailed on the previous page.

**Charitable and taxation status**

The company is a registered charity (No. 295785) and, under Section 360 of the Income and Corporation Taxes Act 1970, is exempted from income tax and corporation tax.

**Auditors**

Wenn Townsend have agreed to offer themselves for re-appointment.

**On behalf of the board**



Mr M H Kefford

Company Secretary

16<sup>th</sup> November 2000

**Magdalen College School Oxford Limited  
Limited by Guarantee**

**Chairman's Report  
for the year ended 31st July 2000**

**Financial Results**

This year, following the pattern set over the last two years, a considerable amount of the School's income has been spent on repairs and refurbishment to the premises. Even so, a forecast net surplus of 5% has still been achieved. This, and the increased interest by parents wishing to send their boys to the School, has continued to justify the Governors' confidence in the future financial stability of the School.

**Review and Future Prospects**

During the year the Governors have been working with the Master and the Bursar to produce a Five Year Plan for the development of the School. The plan has been based upon the introduction of a five day academic week, changes to the curriculum and an increase in numbers in the School. Set alongside this has been the development of a Business Plan to ensure the School would be able to continue to improve the current facilities and undertake the building programme necessary to continue to attract pupils into the School.

The decision has been taken to produce two additional classrooms within School House in order to convert the 60 strong Junior Section of 9 and 10 year olds into an expanded Junior School with 6 classrooms taking 100 pupils from 7 to 10 years old.

In addition, it is intended to increase the numbers in the Main School from 480 to 500 over the next five years. These increases in numbers in both parts of the School are to be matched with an increase in the number of teaching staff in order to further improve the staff/pupil ratio.

The School has a long tradition of providing its pupils with the opportunity to learn and take part in numerous games and sports. We have decided to embark upon an ambitious programme to bring our sports facilities up to the standards required in a modern, forward looking school. We have therefore arranged a £1,636,000 loan with the National Westminster Bank in order to commence building a new Sports Hall complex. It is hoped that the Hall will receive the Oxfordshire County Cricket Board seal of approval as a Centre of Excellence for Cricket in Oxford. In addition to improving the facilities available to the pupils for basketball, badminton, indoor hockey, tennis and soccer, it is intended to work with the City Council to make the facilities available to local clubs and other schools.

Within the complex there will be a fitness suite and steam room for use by the pupils, and after hours by members of a sports club to be formed around the facility. The complex will also include eight changing rooms that will improve life considerably for the School's numerous sports teams.

As part of the plan for improving sport within the School, the three tennis hard-courts and the grass area known as Milham Ford are to be converted into a multi-use games area large enough for 6 tennis courts and capable of also being used for hockey and five-a-side soccer.

**The Board of Governors**

The following Governors were re-elected during the year:

Mr J P Leighfield as Chairman  
Professor R G Denning as Deputy Chairman  
Mr D J Eeley  
Mr S F Race

**J P Leighfield  
Chairman**

**Magdalen College School Oxford Limited  
Limited by Guarantee**

**Statement of Directors' Responsibilities**

Company law requires the directors to prepare financial accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial accounts, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial 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 financial accounts comply with the Companies Act 1985. 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.

**Magdalen College School Oxford Limited  
Limited by Guarantee**

**Report of the Auditors  
to the members of Magdalen College School Oxford**

We have audited the financial statements on pages 5 to 15 which have been prepared under the accounting policies set out on page 9.

**Respective responsibilities of directors and auditors**

As described on page 3, the company's directors 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.

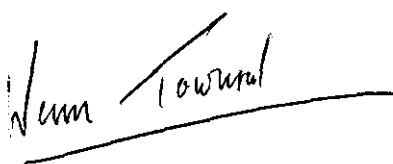
**Basis of opinion**

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 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 mis-statement, whether caused by fraud or error or other irregularity. 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 31st July 2000 and of its surplus and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Wenn Townsend**

Chartered Accountants and Registered Auditors

Oxford

16<sup>th</sup> November 2000

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

**Income and Expenditure Account**  
**for the year ended 31st July 2000**

			<u>1999</u>
	Note		
<b>Income</b>	2	3,008,060	2,900,481
Educational costs		(2,285,171)	(2,279,926)
Administrative expenses		(948,488)	(906,976)
Other operating income		274,742	258,192
<b>Operating surplus</b>		49,143	(28,229)
Investment income	3	126,203	128,142
Interest payable	4	(29,162)	(38,710)
<b>Surplus on ordinary activities before tax</b>		146,184	61,203
Taxation	5	-	-
<b>Retained surplus</b>		£ 146,184	£ 61,203

Movements in reserves are shown in note 16.

None of the company's activities was acquired or discontinued during the above financial years.

**Magdalen College School Oxford Limited  
Limited by Guarantee**

**Statement of Total Recognised Gains and Losses  
for the year ended 31st July 2000**

		1999
Surplus for the year	146,184	61,203
Depreciation charged to reserves	(4,599)	-
Unrealised surplus on revaluation	-	1,170,072
<b>Total Recognised Gains and Losses relating to the year</b>	<b>£ 141,585</b>	<b>£1,231,275</b>



**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Statement of Financial Activities  
for the year ended 31st July 2000

	Notes	Unrestricted Funds		Total Funds 2000	Total Funds 1999
		General	Designated		
<b>Income and Expenditure</b>					
<b>Incoming resources</b>					
Donations and gifts		99,072	-	99,072	102,670
Investment income		15,081	-	15,081	23,093
Educational operating income		3,521,638	-	3,521,638	3,355,206
<i>Total incoming resources</i>	2	<u>3,635,791</u>	<u>-</u>	<u>3,635,791</u>	<u>3,480,969</u>
<b>Resources used</b>					
Direct charitable expenditure					
Direct educational operating costs		2,285,171	-	2,285,171	2,279,926
		<u>2,285,171</u>	<u>-</u>	<u>2,285,171</u>	<u>2,279,926</u>
Other expenditure					
Fundraising costs		17	-	17	6,749
Administration		1,204,419	-	1,204,419	1,133,091
		<u>1,204,436</u>	<u>-</u>	<u>1,204,436</u>	<u>1,139,840</u>
<i>Total resources used</i>		<u>3,489,607</u>	<u>-</u>	<u>3,489,607</u>	<u>3,419,766</u>
Net incoming resources before transfers	6	146,184	-	146,184	61,203
Transfers between funds	14	-	-	-	-
<b>Net incoming resources for the year</b>		<u>146,184</u>	<u>-</u>	<u>146,184</u>	<u>61,203</u>
Other Recognised Gains and Losses		(4,599)	-	(4,599)	1,170,072
Gains and losses on investments		-	-	-	-
Unrealised		-	-	-	-
<b>Net movement in funds</b>		<u>141,585</u>	<u>-</u>	<u>141,585</u>	<u>1,231,275</u>
Balance brought forward at 1st August 1999		2,846,842	2,018,126	4,864,968	3,633,693
<b>Balance carried forward at 31st July 2000</b>	£	<u><u>2,988,427</u></u>	<u><u>2,018,126</u></u>	<u><u>5,006,553</u></u>	<u><u>4,864,968</u></u>

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Balance Sheet  
At 31st July 2000

			<u>1999</u>
	Note		
<b>Fixed assets</b>			
Tangible assets	8	5,391,469	5,140,000
<b>Current assets</b>			
Debtors	9	284,895	256,568
Investments	10	566,525	314,208
Cash at bank and in hand		2,661	-
		<u>854,081</u>	<u>570,776</u>
<b>Creditors: Amounts falling due within one year</b>	11	<u>(562,497)</u>	<u>(572,808)</u>
<b>Net current assets</b>		291,584	(2,032)
<b>Total assets less current liabilities</b>		<u>5,683,053</u>	<u>5,137,968</u>
<b>Creditors: Amounts falling due after one year</b>	12	<u>(676,500)</u>	<u>(273,000)</u>
<b>Net assets</b>		<u>£ 5,006,553</u>	<u>£ 4,864,968</u>
<b>Capital and reserves</b>			
Revaluation reserve	13	1,965,473	1,970,072
Other reserves	14	2,018,126	2,018,126
Income and expenditure account	15	1,022,954	876,770
<b>Members' funds</b>	16	<u>£ 5,006,553</u>	<u>£ 4,864,968</u>

On behalf of the board

  
Mr J P Leighfield

Director

16<sup>th</sup> November 2000

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Cash Flow Statement  
for the year ended 31st July 2000

	<u>2000</u>	<u>1999</u>
<b>Reconciliation of operating surplus to net cash flow from operating activities:</b>		
Operating surplus/(deficit)	49,143	(26,935)
Depreciation	31,410	44,716
Depreciation charged to reserves	(4,599)	-
Increase in debtors	(28,327)	(46,093)
Increase/(decrease) in creditors	178,053	(178,310)
	<u>£ 225,680</u>	<u>£ (206,622)</u>
<b>Cash flow</b>		
Net cash flow from operating activities	225,680	(206,622)
Returns on investments and servicing of finance (note 17)	97,041	89,432
Capital expenditure (note 17)	(282,879)	(208,153)
	<u>39,842</u>	<u>(325,343)</u>
Management of liquid resources (note 17)	(252,317)	455,236
Financing	278,500	(130,945)
	<u>£ 66,025</u>	<u>£ (1,052)</u>
<b>Reconciliation of net cash flow to movement in net funds (note 17)</b>		
Decrease in cash	66,025	(1,052)
Change in bank loans	(278,500)	130,945
Net debt at 31st August 1999	(461,364)	(591,257)
	<u>£ (673,839)</u>	<u>£ (461,364)</u>

**Magdalen College School Oxford Limited  
Limited by Guarantee**

Notes to the Accounts  
for the year ended 31st July 2000

**1 Accounting policies**

**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

**Depreciation**

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	Equal instalments over the lease term
Equipment - purchased prior to 31 <sup>st</sup> July 1999	0%
- purchased post 1 <sup>st</sup> August 1999	10% reducing balance
Computers - purchased post 1 <sup>st</sup> August 1999	33% straight line

The leasehold property was valued by James Styles & Whitlock (Chartered Surveyors) at £5,090,000 on 27th July 1999.

Equipment was valued by the directors at £50,000 on 29th September 1987. The school has taken advantage of the transitional provisions of FRS 15 whereby the valuation of the equipment has been frozen at its value as at 31st July 1999. Additions during the year have been included at cost.

Surpluses or deficits arising on the disposal of fixed assets are adjusted in the depreciation charge for the year.

**Pensions**

**Defined contribution scheme**

Contributions are charged to the income and expenditure account as they become payable in accordance with the rules of the scheme.

**2 Income**

In the opinion of the directors, none of the income of the company is attributable to geographical markets outside the UK. (1999: nil)

**3 Investment income**

		<u>1999</u>
Interest receivable	15,081	23,093
Hire of buildings	111,122	105,049
	<hr/>	<hr/>
	£ 126,203	£ 128,142
	<hr/>	<hr/>

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Notes to the Accounts  
for the year ended 31st July 2000

**4 Interest payable**

		<u>1999</u>
Bank loan interest payable	£ 29,162	£ 38,710
	<u>          </u>	<u>          </u>

**5 Taxation**

The company is a registered charity and under section 360 of the Income and Corporation Taxes Act 1970, is exempt from income tax and corporation tax.

**6 Net incoming resources**

		<u>1999</u>
Net incoming resources is stated after charging:		
Public liability insurance	£ 1,525	£ 2,227
Staff costs (note 7)	£ 2,244,830	£ 1,810,595
Auditor remuneration - audit	£ 2,900	£ 2,900
Operating leases		
Rent	£ 3,874	£ 3,962
	<u>          </u>	<u>          </u>
Depreciation of tangible fixed assets (note 8)		
owned assets	£ 25,450	£ 44,716
	<u>          </u>	<u>          </u>

**7 Directors and employees**

		<u>1999</u>
<b>Staff costs including directors' emoluments</b>		
Wages and salaries	1,967,976	1,810,595
Social security costs	157,392	144,626
Pension costs	119,462	120,371
	<u>          </u>	<u>          </u>
	£ 2,244,830	£ 2,075,592
	<u>          </u>	<u>          </u>
	<b>Number</b>	<b>Number</b>
Average number employed including executive directors		
Teaching staff	73	62
Domestic staff	37	13
Administration staff	6	8
Management staff	3	16
	<u>          </u>	<u>          </u>
	£ 119	£ 99
	<u>          </u>	<u>          </u>

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Notes to the Accounts  
for the year ended 31st July 1999

**7 Directors and employees (continued)**

	<u>1999</u>	
	£	Nil
Directors' emoluments	£ Nil	£ Nil

**Pension costs**

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £119,462 (1999: £120,371).

**8 Tangible fixed assets**

	Equipment	Long leasehold property	Assets under construction	Total
<b>Cost or valuation</b>				
At 1 <sup>st</sup> August 1999	50,000	5,090,000	-	5,140,000
Additions	17,900	-	264,979	282,879
At 31 <sup>st</sup> July 2000	£ 67,900	5,090,000	264,979	5,422,879
<b>Depreciation</b>				
At 1 <sup>st</sup> August 1999	-	-	-	-
Charge for year	5,960	25,450	-	31,410
At 31 <sup>st</sup> July 2000	£ 5,960	25,450	-	31,410
<b>Net Book Value</b>				
At 31 <sup>st</sup> July 2000	£ 61,940	5,064,550	264,979	5,391,469
At 31 <sup>st</sup> August 1999	£ 50,000	5,090,000	-	5,140,000

The leasehold property was valued by James, Styles & Whitlock (Chartered Surveyors) at £5,090,000 on 27<sup>th</sup> July 1999. The historical cost was £4,170,139. The school has followed the transitional provisions of FRS 15 whereby the valuation of the equipment has not been updated since it was valued by the directors at £50,000 on 29th September 1987. Additions during the year have been included at cost.

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Notes to the Accounts  
for the year ended 31st July 2000

**9 Debtors**

		<u>1999</u>
<b>Amounts falling due within one year</b>		
Trade debtors	226,220	203,168
Other debtors	20,704	6,430
Prepayments and accrued income	37,971	46,970
	<u>£ 284,895</u>	<u>£ 256,568</u>

**10 Current asset investments**

		<u>1999</u>
Bank deposit account	£ 566,525	£ 314,208
	<u>£ 566,525</u>	<u>£ 314,208</u>

**11 Creditors: amounts falling due within one year**

		<u>1999</u>
Bank loans	-	125,000
Bank overdraft	-	63,364
Trade creditors	508,698	268,191
Other taxation and social security	52,118	47,543
Accruals and deferred income	1,681	68,710
	<u>£ 562,497</u>	<u>£ 572,808</u>

The bank overdraft and loans are secured on the company's bank deposit accounts.

**12 Creditors: amounts falling due after one year**

		<u>1999</u>
Bank loans	£ 676,500	£ 273,000
	<u>£ 676,500</u>	<u>£ 273,000</u>
<b>Maturity of debt</b>		
In one year or less, or on demand	-	125,000
- see note 11	-	-
Between one and two years	180,000	202,500
Between two and five years	496,500	70,500
	<u>£ 676,500</u>	<u>£ 398,000</u>

**Magdalen College School Oxford Limited**  
**Limited by Guarantee**

Notes to the Accounts  
for the year ended 31st July 2000

**12 Creditors (continued)**

The bank loan is for ten years to 30<sup>th</sup> June 2010, the above is only part of the loan, the full loan will be for £1,956,000. The loan is secured on an informal deposit of the lease of the school premises. The loan is at a fixed rate of 7.97%

**13 Revaluation reserve**

		<u>1999</u>
1st August 1999	1,970,072	800,000
Revaluation surplus	-	1,170,072
Depreciation charged to reserves	(4,599)	-
At 31st July 2000	<u>£ 1,965,473</u>	<u>£ 1,970,072</u>

**14 Other reserves**

	<u>Governor</u> <u>Awards</u>	<u>Fee</u> <u>Insurance</u>	<u>Building</u> <u>Development</u>	<u>Building</u> <u>Improvements</u>	<u>2000</u> <u>Total</u>	<u>1999</u> <u>Total</u>
At 1st August 1999	413,126	20,000	1,315,000	270,000	2,018,126	2,018,126
Transfer for the year	-	-	-	-	-	-
At 31st July 2000	<u>413,126</u>	<u>20,000</u>	<u>1,315,000</u>	<u>270,000</u>	<u>2,018,126</u>	<u>2,018,126</u>

**15 Income and expenditure account**

		<u>1999</u>
At 1st August 1999	876,770	815,567
Retained surplus for the year	146,184	61,203
At 31st July 2000	<u>£ 1,022,954</u>	<u>£ 876,770</u>

**16 Reconciliation of movements in members' funds**

		<u>1999</u>
At 1st August 1999	4,864,968	3,633,693
Surplus for the year	146,184	61,203
Other recognised gains during the year	(4,599)	1,170,072
Other movements in reserves	-	-
At 31st July 2000	<u>£ 5,006,553</u>	<u>£ 4,864,968</u>



**Magdalen College School Oxford Limited  
Limited by Guarantee**

Notes to the Accounts  
for the year ended 31st July 2000

**17 Analysis of gross cash flows**

1998

**Returns on investment and servicing of finance**

Bank deposit interest received	15,081	23,093
Hire of buildings	111,122	105,049
Bank interest paid	(29,162)	(38,710)
	<u>£ (97,041)</u>	<u>£ 89,432</u>

**Capital expenditure**

Payments to acquire fixed assets	£ (282,879)	£ (208,153)
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**Management of liquid resources**

Transfers (to)/from deposit accounts	£ (252,317)	£ (455,236)
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**Analysis of changes in net debt**

**At 31.7.99      Cash flow      At 31.7.2000**

Bank loans and overdraft	<u>£ (461,364)</u>	<u>(212,475)</u>	<u>(673,839)</u>
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**18 Related parties**

J P Leighfield a Governor of Magdalen College School is also a director of R M plc.  
During the year transactions to the value of £49,660 were made with R M plc for new computers for the school. The transaction was under normal trading terms and there was no balance due at the end of the year.

**19 Capital Commitments**

The estimated amounts of future capital expenditure contracted but not provided for:-

Sports Hall	£ 1,530,000
Extension to tennis courts	£ 111,260

**20 Approval of accounts**

These accounts were approved by the directors at a meeting held on 16 November 2000.