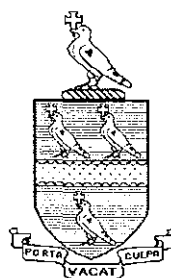
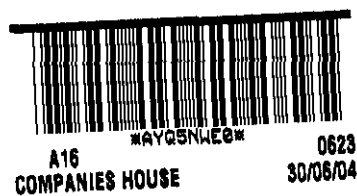


"REPTON SCHOOL"

4390019

Report of the Governors and
Financial Statements
for the Year Ended 31 August 2003
for
Repton School



Repton School

Contents of the Financial Statements
for the Year Ended 31 August 2003

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Repton School

School Information
for the Year Ended 31 August 2003

GOVERNING BODY:

Chairman

- * Sir Richard Morris C.B.E., B.Sc., F.R.Eng., F.I.Chem.E.
(to 28 November 2003)
- * J.M. Fry (from 29 November 2003)

Hereditary Governors

- * J.M. Fry (to 26 February 2003) for the Earl of Loudoun
- Reverend M.M. Ludlow (from 26 February 2003) for the Earl of Loudoun
- P.M. Village LL.B., Q.C. for Lord Gerard
- * ** Lt. Col. J.D. Hetherington (to 28 November 2003) for the Harpur-Crewe Estate
- W.H.D. Auden B.A. (law) (from 29 November 2003) for the Harpur-Crewe Estate
- A. Lee M.A., F.R.S.A. (deceased 21 July 2003) for the Earl of Carnarvon
- ** Sir Henry Every Bt., F.C.A (from 29 November 2003) for the Earl of Carnarvon

Ex-officio Governor

Lord Lieutenant of the County of Derbyshire
J.K. Bather J.P.

Nominated Governors

Derbyshire Members of Parliament
P. McLoughlin M.P. (to 31 December 2002)
Hebdomadal Council of the University of Oxford
Professor J.H.D. Eland
Council of Senate of the University of Cambridge
Dr K.J. Dell
Appointed by the Headmaster and Assistant Staff
* D.B. Wilkinson M.A. (deceased 8 February 2003)
R. Bates B.Sc., F.C.Optom. (from 20 June 2003)

Co-optative Governors

- * ** W.A.W. Bemrose
- Mrs G.M. Hutchinson J.P.
- * ** R.A. Litchfield A.C.M.A.
- Professor Dr. Dr. h.c. G. Pulverer F.R.C.Path., F.R.S.M. (to 20 June 2003)
- * Brig C.E. Wilkinson C.B.E., T.D., D.L.
- * B.A. Gray
- Mrs A.E. Hill J.P.
- Mrs J.E. Stephen B.Sc.
- D.R. Ashby B.Sc., M.B.A., M.R.I.C.S. (from 18 February 2003)
- Miss D.E. Pulverer B.A., M.Sc. (from 20 June 2003)

Additional Governors

- R.J.R. Owen M.A.
- Professor D. Wallace C.B.E., D.E., F.R.S., F.R.Eng.
(to 26 February 2003)
- * J.M. Fry (from 26 February 2003)

Honorary Governor

- Professor D. Wallace C.B.E., D.E., F.R.S., F.R.Eng.
(from 26 February 2003)
- * ** Lt. Col. J.D. Hetherington (from 29 November 2003)

Audit Committee Chairman

- ** Sir Henry Every Bt., F.C.A.

Legal Advisor

- * W.N.K Rowley M.A. (to 1 June 2003)
- * Standing Committee Member
- ** Audit Committee Member

Repton School
School Information
for the Year Ended 31 August 2003

**CLERK TO THE
GOVERNING BODY:**

C. P. Bilson M.A., M.B.A.

HEADMASTER:

G.E. Jones M.A. (to 31 August 2003)
R.A. Holroyd M.A. (from 1 September 2003)

BURSAR:

C. P. Bilson M.A., M.B.A.

REGISTERED OFFICE:

The Bursar's Office
Repton
Derbyshire
DE65 6FII

CHARITY REGISTERED NUMBER:

1093166

COMPANY REGISTERED NUMBER:

4390219

AUDITORS:

Bates Weston
Chartered Accountants
The Mills
Canal Street
Derby
DE1 2RJ

BANKERS:

National Westminster Bank Plc
Market Place
PO Box 282
Market Place
Derby
DE1 9DS

Abbey National Plc
5 Market Place
Derby
DE1 3PY

SOLICITORS:

J H Powell & Co
Cathedral Chambers
Amen Alley
Derby
DE1 3GT

SURVEYORS:

John German
1 Lichfield Street
Burton-on-Trent
Staffs
DE14 3QZ

Raybould & Sons
24-26 The Strand
Derby
DE1 1HZ

INSURANCE BROKERS:

Alexander Forbes
5 St James Court
Friargate
Derby
DE1 1GB

Repton School

Report of the Governors for the Year Ended 31 August 2003

The Governors, who are the Directors of the Charity for the purpose of the Companies Act, present their report with the financial statements of the Charity for the year ended 31 August 2003. The Governors have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 in preparing the annual report and financial statements of the Charity.

LEGAL STATUS

The School was founded on the death of Sir John Port in 1557.

Repton School is a company limited by guarantee and a registered charity, and administered under the Companies Acts 1985 and 1989 and the Charities Act 1993 and Memorandum and Articles dated 4 July 2002, and as amended 1 July 2003.

INCORPORATION AND COMMENCEMENT OF CHARITABLE ACTIVITY

The charitable company was incorporated on 8 March 2002 and remained dormant until 31 August 2002. On 1 September 2002 the activities of Repton School were transferred to the charitable company from Repton School Trust.

OBJECTIVES

The School's principal objective is to further the education of children and young persons.

ORGANISATION

The School is a coeducational independent senior school for pupils aged 13 to 18 years. All pupils, the majority of whom board, belong to one of ten boarding houses.

POLICIES ADOPTED

Emphasis is placed on encouraging all pupils to enjoy the broad range of subjects and activities offered by the School - academic, creative and sporting - so that boys and girls are able to develop their own talents. There is a continuing tradition of Anglican Christian worship, with formal services, and a scheme of religious education covering important religious and moral issues.

The House system is an important part of the Repton education. Each House is set in its own grounds and Housemasters and Housemistresses are responsible for overseeing pupils' progress through the School, and establishing and maintaining close contact with their pupils' parents during their time at Repton.

The School seeks to contribute to society as a whole by, amongst other things, enabling public access to its facilities. Charitable work by pupils and staff is also encouraged. Funds are available for scholarships, exhibitions, prizes and bursaries.

GENERAL INFORMATION

Within the bounds of confidentiality, staff at all levels are kept fully informed of matters that affect the progress of the company and are of interest to them as employees.

Disabled persons are given full and fair consideration for all types of vacancy. If an existing employee becomes disabled, such steps as are practical and reasonable are taken to retain him/her in employment. Where appropriate, assistance with rehabilitation and suitable training are given. Disabled persons have equal opportunities for training, career development and promotion, except insofar as such opportunities are constrained by the practical limitations of their disability.

APPOINTMENT OF GOVERNORS

Governors are appointed in accordance with a Memorandum of Accord dated November 2002. The Lord Lieutenant of the County of Derbyshire is an ex officio Governor. The four Hereditary Governors are appointed as Governors for life, with the power to delegate the office. Three Governors are nominated: one each by the Hebdomadal Council of the University of Oxford, the council of the Senate of the University of Cambridge, and the Headmaster and Assistant Staff of the School. Ten Governors are co-opted for renewable terms of five years and two additional members may be appointed as Governors for renewable terms of three years.

INVESTMENT POLICY

The policy of the Governors is to invest to provide a mix of assured regular income and the ability to accumulate funds in the long term.

RELATED PARTIES

Full disclosure of all related parties and the transactions therewith are contained in note 25 to the financial statements.

Repton School
Report of the Governors
for the Year Ended 31 August 2003

REVIEW OF ACTIVITIES AND ACHIEVEMENTS

The Statement of Financial Activities for the year is set out on page 7 of the financial statements.

During the year there were 541 pupils in the School, 334 boys and 207 girls.

In February 2003 the School underwent an inspection by an Independent Schools Inspection team who reported that Repton School is a "very good" school. They commented particularly favourably on the warmth of the relationships amongst pupils and between pupils and Common Room.

The A-level results in 2003 were again outstanding with an overall pass rate in excess of 98% and with over 72% of entries gaining A or B grades. C W A Leung and N A Eaton each gained 5 A grades. Nine others gained 4 A grades and, in total, thirty six pupils gained 3 or more A grades. Twelve Reptonians take up places to study at Oxford or Cambridge in October 2003.

The 2003 GCSE results were in line with expectations and there were some outstanding individual performances. Eight pupils gained A or A* in every subject taken. E A Waller was ranked in the top 5 out of 50,000 candidates nationwide in the AQA English Literature examination.

The unprecedented success of the 1st XI Under 16 and Under 14 girls' hockey teams all qualifying for the National Finals was the major highlight of the sporting year. Daniel Howes' 665 runs for the season off only 552 balls for the 1st XI cricket team was also an exceptional achievement.

Mr Graham Jones retired at the end of the year after 16 successful years as Headmaster and the Governors announced the appointment of Mr Robert Holroyd as his successor.

DEVELOPMENT

Repton School has benefited from the investment made by Repton School Trust in providing the new Studio Theatre, part funded through the generosity of the School Benefactor, Mr Robert Beldam (deceased), and other Old Reptonians. This came into use during the Lent term and has proved an excellent facility for productions and for Theatre Studies and Drama as academic subjects.

Work also began on the refurbishment of The Mitre, to convert it into a girls boarding house, and the construction of a double water-based all weather hockey pitch on the Tanyard.

GOVERNANCE AND INTERNAL CONTROL

The Governors are responsible for the overall management and control of the School and meet as a full Governing Body three times a year. The work of implementing most of their policies is carried out by members of sub-committees (Standing Committee, Development Committee, Marketing Board and Finance Committee).

The day to day running of the School is delegated to the Headmaster and the Bursar.

Company and Charity Law requires the Governors, as Directors of the Company, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity at the end of the financial year and of its surplus or deficit for that period.

In preparing those financial statements, the Governors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

Repton School

Report of the Governors
for the Year Ended 31 August 2003

GOVERNANCE AND INTERNAL CONTROL (CONTINUED)

The Governors have overall responsibility for ensuring that the Charity has an appropriate system of controls, financial or otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and which enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide reasonable assurance that:

- The Charity is operating efficiently and effectively;
- Its assets are safeguarded against unauthorised use or disposition;
- Proper records are maintained and financial information used within the Charity or for publication is reliable;
- The Charity complies with relevant laws and regulations.

The systems of internal control are designed to provide reasonable, but not absolute assurance against material misstatement or loss. They include:

- An annual budget approved by the Governors;
- Regular consideration by the Governors of financial results, variances from budgets, non-financial performance indicators;
- Delegation of authority and segregation of duties;
- Identification and management of risk.

Work continues to ensure that the Charity's current internal controls conform with guidelines.

RISK MANAGEMENT

A Sub-committee of Governors continues to identify, monitor and advise on the major business risks that face the School, reporting through the Audit Committee. The Governors are content that the major risks have been identified and appropriate measures are in place so that, under normal circumstances, the potential impact on the School will be minimised should any of those risks materialise.

FINANCIAL ACTIVITIES AND RESULTS

Repton School generated income of £7,901,049 for the year to 31 August 2003 which, after expenditure, resulted in a surplus for the year of £684,202. The School has made a donation to Repton School Trust of £461,725 resulting in a net surplus of £222,477.

Following the restructure of Repton Schools during the year into separate entities the assets and liabilities of the schools have been transferred accordingly. The major assets comprising the school buildings are held by Repton School Trust and donations are made over time in order to support the ongoing investment in capital expenditure. Throughout the year to 31 August 2003 the accounting arrangements were in the transition stages of this reorganisation and as a consequence some of the expenditure in relation to Repton Preparatory School was transacted from the Repton School bank account. In the new year the bank balances will be reassigned in order to reflect this. In addition the debtors and creditors with related parties shown in notes 13 and 14 on page 15 arise from this restructuring.

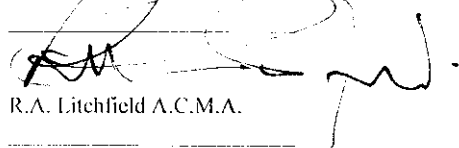
The Governors are satisfied with the operating results for the year.

AUDITORS

A resolution will be proposed at the Annual General Meeting that Bates Weston be re-appointed as auditors to the charitable company for the ensuing year.

**APPROVED BY THE GOVERNORS
AND SIGNED ON THEIR BEHALF**


W.A.C.W. Benrose


R.A. Litchfield A.C.M.A.

Dated: 5 March 2004

Repton School

Report of the Auditors to the Governors of
Repton School

We have audited the financial statements of Repton School for the year ended 31 August 2003 on pages 7 to 18. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 11 and 12.

This report is made solely to the charity's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Governors and Auditors

The Governors' (who are also the Directors of the charitable company for the purposes of company law) responsibilities for preparing the Report of the Governors and the financial statements in accordance with applicable law and United Kingdom Accounting Standards is set out in the Report of the Governors.

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

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Governors Report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Governors' remuneration and transactions with the charity is not disclosed.

We read other information contained in the Report of the Governors and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

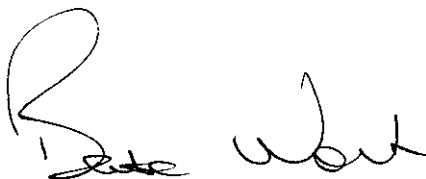
Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made in the preparation of the financial statements, and of whether the accounting policies are appropriate to the circumstances of the charity, 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 charity's affairs as at 31 August 2003 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Bates Weston
Chartered Accountants
Registered Auditors
The Mills
Canal Street
Derby
DE1 2RJ

Dated: 11 June 2004

Repton School

Statement of Financial Activities
(incorporating an Income and Expenditure Account)
for the Year Ended 31 August 2003

		Unrestricted funds	Restricted funds	Total 2003
	Notes	£	£	£
INCOMING RESOURCES				
Charitable activities:				
Fees receivable	4.	7,683,241	-	7,683,241
Sundry fees	5.	183,282	-	183,282
Bank and other interest		23,479	2,190	25,669
Other incoming resources	6.	8,204	653	8,857
TOTAL INCOMING RESOURCES		7,898,206	2,843	7,901,049
RESOURCES EXPENDED				
Charitable expenditure				
Teaching costs		3,921,206	9,712	3,930,918
Welfare		1,391,363	-	1,391,363
Premises		933,745	-	933,745
Administration of the school		156,631	-	156,631
Sundry		151,656	-	151,656
Grants, awards and prizes	7.	3,920	500	4,420
Management and administration		577,771	-	577,771
Finance and other costs	8.	70,343	-	70,343
Donation to Repton School Trust		461,725	-	461,725
Total resources expended	9.	7,668,360	10,212	7,678,572
NET INCOMING RESOURCES BEFORE TRANSFERS				
		229,846	(7,369)	222,477
Transfers between funds	10.	(129,846)	129,846	-
NET INCOMING RESOURCES	11.	100,000	122,477	222,477
NET MOVEMENT IN FUNDS				
Fund balances brought forward		100,000	122,477	222,477
		-	-	-
FUND BALANCES CARRIED FORWARD AT 31 AUGUST 2003		100,000	122,477	222,477

CONTINUING OPERATIONS

The charitable company commenced operations on 1 September 2002 following the transfer of its activities from Repton School Trust.

TOTAL RECOGNISED GAINS AND LOSSES

The charitable company has no recognised gains or losses other than the net movement in funds for the current year.

The notes form part of these financial statements.

Repton School

Balance Sheet
At 31 August 2003

		2003 £
	Notes	
FIXED ASSETS		
Tangible assets for operational use	12.	216,096
		216,096
CURRENT ASSETS		
Stocks		7,140
Debtors	13.	4,377,550
Cash at bank and in hand		525,147
		4,909,837
CREDITORS: Amounts falling due within one year	14.	(4,492,828)
NET CURRENT ASSETS		417,009
TOTAL ASSETS LESS CURRENT LIABILITIES		633,105
CREDITORS: Amounts falling due after one year	15.	(410,628)
NET ASSETS		222,477
FUNDS		
Income funds		
Restricted	19.	122,477
Unrestricted	20.	100,000
		222,477

APPROVED BY THE GOVERNORS
AND SIGNED ON THEIR BEHALF

W. J. W. Rose

R.A. Litchfield A.C.M.A.

Dated: 5 March 2004

The notes form part of these financial statements

Repton School

Cash Flow Statement
for the Year Ended 31 August 2003

		£
Net cash (outflow) from operating activities	Notes 1.	(2,261,323)
Capital expenditure	2.	(264,728)
		(2,526,051)
Financing	2.	585,205
(Decrease) in cash reported in the period		(1,940,846)

**Reconciliation of net cash flow to movement
in net funds**

	3.	£	£	£
Management of liquid resources				
Cash at bank and in hand transferred from Repton School Trust			(66,490)	
Bank transactions made on behalf of Repton School Trust			(1,926,852)	
Bank transactions made on behalf of Repton Preparatory School			(70,092)	
Actual net cash movement in period			122,588	
(Decrease) in cash reported in the period				(1,940,846)
Financing				
Lump sum fees transferred from Repton School Trust		341,936		
Actual net movement in period		(32,213)		
			309,723	
Net refundable deposits transferred from Repton School Trust		238,720		
Actual net movement in period		36,762		
			275,482	
Increase in financing in the period				(585,205)
Movement in net funds in the period				(2,526,051)
Net funds brought forward				-
Net funds carried forward				(2,526,051)

As noted above, the increase in cash in the period represents the opening balance transfer from Repton School Trust of (£66,490), bank transactions made on behalf of related companies of (£1,996,994) and the actual net movement in the period of £122,588.

The notes form part of these financial statements

Repton School

Notes to the Cash Flow Statement
for the Year Ended 31 August 2003

1. RECONCILIATION OF OPERATING ACTIVITIES TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	£	£
Operating activities		222,477
Depreciation charges		48,632
(Increase) in stock		(7,140)
(Increase) in debtors		(4,377,550)
Increase in creditors	2,026,835	
(Decrease) in lump sum fees, due within one year	(119,085)	
(Decrease) in refundable deposits, due within one year	(55,492)	
	<hr/>	1,852,258
		<hr/> (2,261,323) <hr/>

2. ANALYSIS OF CASH FLOW FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

Capital expenditure

Assets transferred from Repton School Trust at net book value	(268,171)
Purchase of tangible fixed assets	(7,906)
Sale of tangible fixed assets	11,349

Net cash outflow (264,728)

Financing

Lump sum fees transferred from Repton School Trust	447,110
Lump sum fees received	143,009
Lump sum fees utilised and repaid	(228,644)
Lump sum fees attributable to interest	11,791
Lump sum fees in respect of Repton Preparatory School	(63,543)
Refundable deposits received	275,482

Net cash inflow 585,205

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.9.02 £	Cash flow £	At 31.8.03 £
Net cash:			
Cash at bank and in hand	-	525,147	525,147
Bank overdraft	-	(2,465,993)	(2,465,993)
	<hr/>	<hr/>	<hr/>
	-	(1,940,846)	(1,940,846)
Debt:			
Lump sum fees in advance	-	(309,723)	(309,723)
Refundable deposits	-	(275,482)	(275,482)
	<hr/>	<hr/>	<hr/>
	-	(585,205)	(585,205)
Total	<hr/>	<hr/>	<hr/>
	-	(2,526,051)	(2,526,051)

Analysed in Balance Sheet

Cash at bank and in hand	-	525,147
Bank overdraft	-	(2,465,993)
Lump sum fees in advance	-	(309,723)
Refundable deposits	-	(275,482)
	<hr/>	<hr/>
	-	(2,526,051)

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 August 2003

1. BASIS OF PREPARATION

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards. In preparing the financial statements the charity follows best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2000) issued in October 2000.

2. COMPANY DETAILS

The charity is a company limited by guarantee. The members of the company are the Governors named on Page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

3. ACCOUNTING POLICIES

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Governors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Governors for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund.

Endowment funds represent those assets which must be held permanently by the charity, principally investments. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments forms part of the fund.

Donations

Donations, grants and other forms of voluntary income are accounted for when received or when a contractual obligation to pay arises. Donations subject to specific wishes of the donors are carried to relevant restricted funds, or to endowed funds where the amount is required to be held as capital. Donations received for the general purpose of the School are credited to unrestricted funds.

Incoming resources

Incoming resources exclude funds collected by the School as agent for suppliers, the statement of financial activities also excludes these funds from expenses.

Expenditure

Expenses are apportioned, where applicable, between support costs and the cost of administration of the School, based on the estimates of the Governors. The irrecoverable element of Value Added Tax is included within the item of expense to which it relates.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and depreciated over their estimated useful lives, or the lease term whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

3. ACCOUNTING POLICIES - continued

Pensions

The company makes contributions to a defined contribution pension scheme on behalf of certain non teaching staff. Contributions to this scheme are charged in the Statement of Financial Activities as they fall due.

The company also makes contributions to the Teachers Superannuation Scheme in respect of teaching staff, a notionally funded defined benefits pension scheme. Contributions to this scheme are charged in the Statement of Financial Activities as they fall due.

The company makes contributions to a defined benefits pension scheme which is now closed. The contributions are paid to make good the underfunding of the scheme and are charged in the Statement of Financial Activities as they fall due.

Finance and other costs

Finance costs include amounts accrued in accordance with the terms of the Lump Sum Fee advance payment agreements.

Fixed assets and equipment

All educational supplies are written off in the year of purchase.

All capital items are written off in the year of purchase, except for items costing over £10,000, which are depreciated over their estimated useful life.

Motor vehicles are depreciated at a rate of 20% on cost.

Office equipment is written off over its useful economic life.

Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

4. FEES RECEIVABLE

	£
Gross fees	8,722,475
Less: Total remissions, scholarships and bursaries	(1,039,234)
	<hr/> 7,683,241 <hr/>

5. SUNDRY FEES RECEIVABLE

	£
Entrance fees and registration fees	17,208
Extra fees	166,074
	<hr/> 183,282 <hr/>

6. OTHER INCOME

	£
Loan book scheme fees and fines	653
Junior common room	8,204
	<hr/> 8,857 <hr/>

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

7. GRANTS, AWARDS AND PRIZES

	£
Unrestricted	
General reserve	1,500
Sir John Port Exhibition and grants	500
Hardship assistance	1,920
	<hr/> 3,920
Restricted	
Other	500
	<hr/> 4,420
	<hr/>

8. FINANCE AND OTHER COSTS

	£
Bank interest	52,289
Finance lease charge	6,263
Interest attributable to parents under lump sum fees in advance contracts	11,791
	<hr/> 70,343
	<hr/>

9. ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs £	Other £	Depreciation £	Total £
Charitable expenditure				
Teaching costs	3,308,692	610,455	11,771	3,930,918
Welfare	742,207	649,156	-	1,391,363
Premises	234,746	662,138	36,861	933,745
Administration of the school	135,323	21,308	-	156,631
Sundry	-	151,656	-	151,656
Grants, awards and prizes	-	4,420	-	4,420
	<hr/> 4,420,968	<hr/> 2,099,133	<hr/> 48,632	<hr/> 6,568,733
Management and administration	477,450	100,321	-	577,771
Finance and other costs	-	70,343	-	70,343
Donation to Repton School Trust	-	461,725	-	461,725
	<hr/> 4,898,418	<hr/> 2,731,522	<hr/> 48,632	<hr/> 7,678,572
	<hr/>	<hr/>	<hr/>	<hr/>

10. TRANSFERS

The transfer between the unrestricted fund and the various restricted funds at 1 September 2002 of £129,846 is in respect of the opening balances on those funds as transferred from Repton School Trust.

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

11. NET INCOMING RESOURCES

The net incoming resources are stated after charging;

	£
Governors' remuneration	-
Governors' expenses	1,122
Audit services - Auditors' remuneration	9,988
- Other services	2,056
Depreciation - owned assets	32,317
Depreciation - leased assets	16,315
Governors' liability insurance	394
Employee emoluments (see below)	4,898,418
Total staff costs:	
Wages and salaries	4,116,043
Social security costs	308,040
Pension costs	474,335
	<hr/> 4,898,418 <hr/>

During the year the number of School employees was as follows:-

	No.
Full time	128
Part time	182
	<hr/> 310 <hr/>

The number of School employees whose emoluments exceeded £50,000 were:

£50,001 - £60,000	2
£110,000 - £120,000	1

All of these higher paid employees were in a pension scheme contributed to by the school.

The average number of School employees, analysed by function, was:

Charitable services	299
Management and administration	11
	<hr/> 310 <hr/>

12. TANGIBLE FIXED ASSETS

	Office equipment £	Motor vehicles £	Totals £
COST			
Assets transferred from Repton School Trust at net book value	203,912	64,259	268,171
Additions	-	7,906	7,906
Disposals	-	(16,470)	(16,470)
At 31 August 2003	<hr/> 203,912 <hr/>	<hr/> 55,695 <hr/>	<hr/> 259,607 <hr/>
DEPRECIATION:			
Charge for the year	27,355	21,277	48,632
Eliminated on disposals	-	(5,121)	(5,121)
At 31 August 2003	<hr/> 27,355 <hr/>	<hr/> 16,156 <hr/>	<hr/> 43,511 <hr/>
NET BOOK VALUE:			
At 31 August 2003	<hr/> 176,557 <hr/>	<hr/> 39,539 <hr/>	<hr/> 216,096 <hr/>

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

**13. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	£
Fees- amounts outstanding less paid in advance	505,780
Bad debt provision	(156,479)
Staff loans	9,364
Amounts owed by related parties	3,884,920
Prepayments and accrued income	117,936
Other debtors	16,029
	<hr/> 4,377,550

**14. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	Notes	£
Bank loans and overdrafts		2,465,993
Lump sum fees in advance	16.	119,085
Refundable deposits	17.	55,492
Fees in advance		636,917
Trade creditors		292,345
Amounts owed to related parties		525,268
Other creditors		17,003
Social security and other taxes		99,045
Accrued expenses		281,680
		<hr/> 4,492,828

The bank overdraft arises following the transfer of assets and liabilities from Repton School Trust, which included the transfer of the bank overdraft. This opening position will be transferred back to Repton School Trust during the year ended 31 August 2004, by a transfer of £3,046,245.

**15. CREDITORS: AMOUNTS FALLING
DUE AFTER ONE YEAR**

	Notes	£
Lump sum fees in advance	16.	190,638
Refundable deposits	17.	219,990
		<hr/> 410,628

16. OBLIGATIONS UNDER LUMP SUM FEES IN ADVANCE CONTRACTS

Parents may enter into a contract to pay tuition fees in advance. The money may be returned subject to specific conditions. Assuming pupils remain in the School, lump sum fees in advance will be applied as follows:

	£
Amounts falling due :	
Within one year	119,085
Between two and five years	190,638
	<hr/> 309,723

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

17. REFUNDABLE DEPOSITS

An analysis of the maturity of refundable deposits is given below:

	£
Amounts falling due:	
Within one year	55,492
Between two and five years	219,990
	<hr/> 275,482 <hr/>

18. CONTINGENT LIABILITIES

The charitable company has a contingent liability in respect of a multilateral cross guarantee, relating to the bank overdraft facility granted under a group set off arrangement between Repton School, Repton Preparatory School, Repton School Trust and Sir John Port's Charity. This guarantee is limited to £1,500,000.

19. RESTRICTED FUNDS

The income funds of the School include restricted funds comprising the following unexpended balances of grants held on trust to be applied for specific purposes as follows:

	Transfer from general reserve	Incoming resources	Movement in funds: Resources expended	Transfers	Balance 31 August 2003
	£	£	£	£	£
Repton Into the 90's appeal	795	-	(795)	-	-
Andrew Fraser Trust	18,216	541	(1,327)	-	17,430
George Philip travel award	21,282	632	-	-	21,914
Works of Art	26,832	796	-	-	27,628
Pugh-Thomas GAP Fund	3,795	114	(500)	-	3,409
Ernest L. Rosenthal bequest	3,596	107	-	-	3,703
School Shop book fund	55,330	8,753	(15,690)	-	48,393
Total restricted funds	129,846	10,943	(18,312)	-	122,477

20. UNRESTRICTED FUNDS

The income funds of the School include designated funds which have been set aside by the Governors for specific purposes as follows:

	Transfer from general reserve	Incoming resources	Movement in funds: Resources expended	Net transfers	Balance 31 August 2003
	£	£	£	£	£
Designated funds					
House furnishings sinking funds	13,365	-	(44,778)	43,320	11,907
Sport turf sinking fund	72,000	-	-	24,000	96,000
School Fees Rebate scheme	211,789	-	-	-	211,789
Headmaster's discretionary fund	3,041	-	-	-	3,041
Health insurance fund	18,495	-	(2,994)	-	15,501
Lump Sum Fees	-	15,530	(11,791)	(3,739)	-
	<hr/> 318,690	<hr/> 15,530	<hr/> (59,563)	<hr/> 63,581	<hr/> 338,238
General reserve	(448,536)	7,953,957	(7,680,078)	(63,581)	(238,238)
Total unrestricted funds	(129,846)	7,969,487	(7,739,641)	-	100,000

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 August 2003 are represented by			
Fixed assets	216,096	-	216,096
Current assets	4,787,360	122,477	4,909,837
Current liabilities	(4,492,828)		(4,492,828)
Liabilities due after more than one year	(410,628)	-	(410,628)
	100,000	122,477	222,477

22. CONTRACTS AND COMMITMENTS

Capital expenditure contracted for but not included in these financial statements was £nil

Capital expenditure authorised but not contracted for was £nil

23. PENSION SCHEME COMMITMENTS

Repton School Trust operated a funded defined benefits pension scheme, to which non teaching staff of the School were eligible to join up to 31 December 2000. Currently there is an underfunding of the defined benefit scheme which is being made good in accordance with regulations contained within the Pensions Act 1995. The latest full actuarial report of the defined benefit scheme was carried out as at 1 September 2002 and an underfunding of the scheme on a continuing valuation basis of £445,000 was reported by the scheme actuary.

Since then the scheme actuary has carried out an estimate of the current actuarial position and reports that the scheme is currently underfunded to a similar level as the position as at 1 September 2002. In accordance with the transitional provision of Financial Reporting Standard 17, "Retirement Benefits", no provision for any underfunding of the scheme has been made in these financial statements. The major assumptions used by the scheme actuary in preparing his report were as follows:-

Rate of increase in pensions in payment	
Pension accrued after 5 April 1997	3.5%
Pension accrued before 6 April 1997	3.0%
Discount rate	
Pre retirement	9.0%
Post retirement	8.0%
Inflation assumption	4.0%

The fair value of the assets of the defined benefits scheme as at 31 August 2003 was £1,655,000.

From 1 January 2001 a group personal pension scheme has been operated which non teaching staff are now eligible to join. The total cost to the School was £233,580, which represents the contributions made by the School to the group personal pension scheme during the year.

The School also contributes towards the "Teachers Superannuation Scheme". This is a notionally funded defined benefits pension scheme administered by the Teachers Pension Agency on behalf of the Department of Education. The total cost to the School was £240,755, which represents the contributions made by the School.

The School teachers also participate in a money purchase AVC Scheme in association with the "Teachers Superannuation Scheme". The School does not make contributions to this Scheme.

24. TAXATION

The Governors consider the activities of the charity to be exempt from taxation and accordingly no provision for taxation is made in the financial statements. An application is to be made to H. M. Inspector of Taxes under S509 ICTA for exempt status.

Repton School

Notes to the Financial Statements
for the Year Ended 31 August 2003

25. RELATED PARTY DISCLOSURES

There is no ultimate controlling party of the charitable company.

The charitable company has entered into a right of set off agreement with its bankers which allows it to offset its debit and credit bank balances for interest calculation purposes, this agreement encompassing the bank accounts of Repton School, Repton Preparatory School, Repton School Trust and Sir John Port's Charity.

During the year, the company traded with related entities Repton Preparatory School, Repton School Trust, Repton Foundation, Repton School Enterprises and Repton School Shop.

At the balance sheet date £63,543 was owed by Repton School in respect of lump sum fees in advance, in respect of Repton Preparatory School. In addition £70,092 was owed to Repton School in respect of bank transactions made by Repton School, on behalf of Repton Preparatory School.

At the balance sheet date £1,581,118 was owed to Repton School in respect of opening funds transferred from Repton School Trust and £1,926,852 was owed to Repton School in respect of bank transactions made on behalf of Repton School Trust. In addition £461,725 was owed by Repton School in respect of a donation to Repton School Trust.

During the year Repton School paid wages of £58,707 and pension contributions of £3,423 on behalf of Repton Foundation. At 31 August 2003 £13,993 was owed to Repton School in relation to these transactions.

During the year Repton School paid wages of £85,824 and pension contributions of £2,201 on behalf of Repton School Enterprises Limited. At 31 August 2003 £71,579 was owed to Repton School in relation to these transactions.

During the year Repton School paid wages of £51,706 and pension contributions of £3,033 on behalf of Repton School Shop Limited. At 31 August 2003 £105,548 was owed to Repton School in relation to these transactions and transactions from previous years. Repton School also operated a loan account with Repton School Shop the amount owed to Repton School at 31 August 2003 was £111,414.

26. SUBSEQUENT EVENTS

In February 2004 the School received notice of an enquiry by the Office of Fair Trading ('the OFT') to determine whether the School had infringed Chapter I of the Competition Act 1998 ('the Act'). The Act 'prohibits agreements between undertakings, decisions by associations of undertakings, and concerted practices which prevent, restrict or distort competition, or are intended to do so'.

The Governors have taken legal advice and have responded fully to this initial enquiry. At this stage no further information or requests have been forthcoming from the OFT. Accordingly the Governors are unable to indicate whether or not there has been an infringement under the Act and whether or not any liability is likely to arise.