

Registered Charity No 1118295
Registered Company No 5937511

THE FOUNDATION OF THE COLLEGE
OF ST GEORGE, WINDSOR CASTLE

(A COMPANY LIMITED BY GUARANTEE WITHOUT A SHARE CAPITAL)

REPORT AND ACCOUNTS

31 AUGUST 2007

TENON LIMITED
Amberley Place
107-111 Peascod Street
Windsor
Berkshire

TUESDAY



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THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

REPORT AND ACCOUNTS 31 AUGUST 2007

LEGAL AND ADMINISTRATIVE INFORMATION

TRUSTEES.	The Right Reverend David Conner, Dean of Windsor His Grace, The Duke of Abercorn, KG The Lord Bingham of Cornhill, KG The Rt Honourable The Lord Butler of Brockwell, KG, GCB, CVO The Right Honourable the Lord Carrington, KG, CH, GCMG, MC Mr A Carter, CMG Air Chief Marshal Sir Richard Johns, GCB, CBE, LVO Mr RJ Jones Mr JLT Newbegin Sir Alan Reid, KCVO The Hon Mrs Galan Weston Baroness Wilcox (Chairman of the Finance Committee)
COMPANY SECRETARY	Miss CE Manley, LVO, OBE
SENIOR OFFICIALS	Mr G Magan (Chairman Development Committee) Major General Sir Michael Hobbs, KCVO, CBE (Deputy Chairman Development Committee) Colonel D Axson (Clerk to the Friends and Companions) Miss G Grant Haworth (Development Director) Mr NJ Grogan (Financial Accountant)
ADDRESS	2 The Cloisters Windsor Castle Windsor Berkshire
BANKERS	Barclays Bank plc 29/30 High Street Windsor Berkshire
SOLICITORS	Farrer & Co 66 Lincoln's Inn Fields London
INDEPENDENT AUDITORS	Tenon Audit Limited Chartered Accountants Amberley Place 107-111 Peascod Street Windsor Berkshire
ACCOUNTANTS	Tenon Limited Amberley Place 107-111 Peascod Street Windsor Berkshire
INVESTMENT MANAGERS	M&G Securities Limited M&G House Victoria Road Chelmsford

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

**REPORT AND ACCOUNTS
31 AUGUST 2007**

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THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

TRUSTEES' REPORT 31 AUGUST 2007

The Trustees present the report and financial statements of The Foundation of the College of St George, Windsor Castle for the period ended 31 August 2007. The statements appear in the format required by the Statement of Recommended Practice for Accounting and Reporting by Charities (revised March 2005).

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Foundation of the College of St George, Windsor Castle is a charitable company, company number 5937511, incorporated on 15 September 2006. It was registered as a charity on 8 March 2007 with charity number 1118295. It commenced activities on 17 March 2007.

The Foundation is governed by the Memorandum and Articles of Association, established under the Companies Act 1985. The company is limited by guarantee without a share capital. The sole Member is the Dean and Canons of Windsor.

The Board consists of

The Dean of Windsor,

Three Trustees nominated by each of

- (i) St George's House Trust (Windsor Castle),
- (ii) St George's School Windsor Castle, and
- (iii) an individual nominated by the Associate Members, as defined by the Trustees,

The following elected by the Trustees

- (i) at least one and up to four individuals from among the Knights and Ladies of the Garter,
- (ii) at least one and up to four individuals who are independent of the College of St George, at least one of whom should be a member of the Royal Household.

Ordinarily Trustees shall initially serve for a period of three years which may be followed by a second term of three years. The first elected Trustees have been appointed within the Articles of Association for varying terms as follows:

For three years: Lord Carrington, Sir Richard Johns and Baroness Wilcox.

For four years: The Duke of Abercorn, Lord Bingham of Cornhill and Sir Alan Reid.

For five years: Lord Butler of Brockwell and the Hon Mrs Galen Weston.

Newly appointed Trustees undergo an orientation session in which they are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the business plan and recent performance of the company.

The Board of Trustees are required to meet three times each year. The Board appoints a Finance Committee, a Development Committee, and a Consultative Committee of the Associate Members.

The success of the Foundation is a tribute to the work of both paid staff and volunteers. Additionally office space is provided by the Dean & Canons of Windsor with no rent, some administrative charges are absorbed by the Dean & Canons of Windsor.

The accounts comply with current statutory requirements and the charity's governing documents.

OBJECTIVES AND ACTIVITIES

Overall Objectives

The objects of the charitable company are the furtherance of the Christian religion and the advancement of education by supporting and assisting the Dean and Canons of Windsor, St George's Chapel and Choir, St George's House, St George's School, the ecclesiastical patronages of the Dean and Canons of Windsor and any other charity operating in and around Windsor Castle, including:

- (a) the preservation, refurbishment, maintenance and improvement of the fabric of St George's Chapel and other buildings connected with those charitable activities,
- (b) the preservation of the heritage and traditions of the College of St George,
- (c) the provision, promotion and encouragement of music,
- (d) the promotion of debate and inter-cultural understanding,
- (e) the preservation and conservation of the artefacts, manuscripts and books of the College of St George.

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

TRUSTEES' REPORT 31 AUGUST 2007

OBJECTIVES AND ACTIVITIES (continued)

The main objectives for the period 2006/07

- The setting up of procedures and regulations of the Board and of its appointed sub-committees
- Familiarisation of Board members with the workings of the College and of the affairs of the House and School
- Formulation of a plan to raise both capital and revenue to meet the needs of the College

Activities in the period 2006/07

- The Board has set dates for future meetings and formed and regulated its sub-committees
- Board members are now fully conversant with the workings of the College
- The Development Plan has been discussed and approved by the Board

ACHIEVEMENTS IN THE PERIOD 2006/07

- The revenue targets were achieved
- Sufficient capital was accrued to allow work on the fabric to continue

FINANCIAL REVIEW

On 17 March 2007 the net assets of The Society of the Friends of St George's and Descendants of the Knights of the Garter, totalling £563,933 were transferred to the Foundation (see note 7). In addition, during the period the balances held in St George's Chapel in respect of the Kahn Endowment fund (£1,251,196) and the College Appeal fund (£2,893,348) were donated to the Foundation.

Incoming Resources during the period, excluding the amounts donated by St George's Chapel, totalled £2,658,909 split as follows: donations and gifts £2,504,229, investment income was £135,732 and income from events and activities totalled £18,948.

Total resources expended was £1,682,048. The main component was donations of £1,540,555 to St George's Chapel for the fabric of the Chapel and the Choir.

Unrealised losses on fixed asset investments were £99,234 and the realised gains on disposal were £24,437.

A fuller analysis of the period's operations is provided in the Statement of Financial Activities.

The Trustees confirm that investment assets have been acquired in accordance with the powers available to them.

Investment performance

The assets within the Foundation are currently classified into three groupings for investment purposes:

- Donations for Endowments are placed into funds operated by M & G Investments. Currently 60% of these investments are equity based and 40% bond based.
- Donations raised for the Fabric needs of the Dean & Canons are held in cash deposit funds managed by Barclays Wealth.
- General donations and receipts from fund raising activities are held in short term cash accounts.

Reserves policy

The Trustees have called upon the Finance Committee to produce a reserves policy as a part of the overall business plan.

Risks

There is a risks policy for the College of St George. The Trustees have asked that a new assessment of the risks to which the Foundation is exposed be produced during the year 2007/08 and subsequently updated on an annual basis.

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

TRUSTEES' REPORT 31 AUGUST 2007

PLANS FOR FUTURE PERIODS

Business Plan

The Trustees have called for a five year business plan which should include

- Financial targets
- Medium and long term plans
- Development and fundraising targets
- Risk Assessment Policy
- Reserves Policy

Routine Operational Policy

The Trustees will discuss and decide on the way in which routine operations are conducted on their behalf by the three committees of the Foundation through the development director, the financial accountant and the clerk to the Friends & Companions consultative committee, and where appropriate St George's House and St George's School

Disbursement of Funds

There is further work to be done to create a structure in which funds received can be systematically disbursed in accordance with the expressed wishes of donors and the requirements of the Dean and Canons conveyed to the Trustees of the Foundation

STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES

Company law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the incoming and outgoing resources of the company for that year. In preparing those accounts, the Trustees 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 departures disclosed and explained in the accounts
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

The Trustees 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 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.

In so far as the Trustees are aware

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

AUDITORS

Tenon Audit Limited were appointed by the Trustees as the company's auditors. Having expressed their willingness to continue as auditors, the re-appointment of Tenon Audit Limited will be put to the Annual General Meeting.

Signed on behalf of the Board of Trustees



THE RIGHT REVEREND DJ CONNER – DEAN OF WINDSOR
TRUSTEE

Approved by Board of Trustees on 3 March 2008

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES

We have audited the financial statements of The Foundation of the College of St George, Windsor Castle for the period ended 31 August 2007, which comprise the profit and loss account, the balance sheet, the cashflow statement and the related notes. These financial statements have been prepared in accordance with the accounting policies set out herein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our 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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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 TRUSTEES AND AUDITORS

The Trustees' responsibilities for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 Trustees' Report is consistent with the financial statements, if the company 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 Trustees' remuneration and transactions with the company is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom generally Accepted Accounting Practice, of the state of affairs of the Charity as at 31 August 2007 and of its incoming resources and application of resources, including its income and expenditure in the period then ended,
- have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Trustees Report is consistent with the financial statements.

Tenon Audit Limited

TENON AUDIT LIMITED
Chartered Accountants and Registered Auditor
Amberley Place
107-111 Peascod Street
Windsor
Berkshire
3 March 2008

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 AUGUST 2007**

	<u>Note</u>	<u>Unrestricted funds</u> £	<u>Restricted funds</u> £	<u>Endowment funds</u> £	<u>2007 Total funds</u> £
Incoming resources					
Incoming resources from generated funds					
Voluntary income					
New donations in the period	2	185,711	1,118,518	1,200,000	2,504,229
Donations from St George's Chapel	2	-	2,893,348	1,251,196	4,144,544
Activities for generating funds					
- Events and activities	3	18,948	-	-	18,948
- Investment income	4	6,612	129,120	-	135,732
Total incoming resources		<u>211,271</u>	<u>4,140,986</u>	<u>2,451,196</u>	<u>6,803,453</u>
Resources Expended					
Costs of generating funds	5	94,962	27,863	-	122,825
Charitable Activities:					
Donations to					
- St George's Chapel	5	-	1,540,555	-	1,540,555
- St George's House		-	-	-	-
- St George's School		-	-	-	-
Governance costs	5	18,668	-	-	18,668
Total resources expended		<u>113,630</u>	<u>1,568,418</u>	<u>-</u>	<u>1,682,048</u>
Net incoming resources for the period		97,641	2,572,568	2,451,196	5,121,405
Gains/(losses) on investment assets					
Realised		-	24,437	-	24,437
Unrealised	8	-	-	(99,234)	(99,234)
		-	24,437	(99,234)	(74,797)
Net movement in funds		97,641	2,597,005	2,351,962	5,046,608
Fund balances transferred from					
The Society of the Friends on 17 March 2007	7	14,068	549,865	-	563,933
Fund balances carried forward					
at 31 August 2007	11	<u>111,709</u>	<u>3,146,870</u>	<u>2,351,962</u>	<u>5,610,541</u>

All of the above results are derived from continuing activities

All gains and losses recognised in the year are included above

The notes on pages 9 to 15 form part of these accounts

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

BALANCE SHEET
31 AUGUST 2007

	<u>Note</u>	2007 £	£
Fixed assets			
Investments	8	2,351,962	
		<u>2,351,962</u>	
Current assets			
Debtors	9	145,263	
Cash at bank and in hand		<u>3,254,509</u>	
		3,399,772	
Creditors			
amounts falling due within one year	10	<u>(141,193)</u>	
Net current assets			<u>3,258,579</u>
Total assets less current liabilities			<u><u>5,610,541</u></u>
Capital funds			
Endowment	11(a)	2,351,962	
Income funds			
Restricted funds	11(b)	3,146,870	
Unrestricted funds		<u>111,709</u>	
		<u>5,610,541</u>	

Approved by the Board of Trustees on 3 March 2008
and signed on its behalf by



THE RIGHT REVEREND D J CONNER – DEAN OF WINDSOR
TRUSTEE

The notes on pages 9 to 15 form part of these accounts

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

**CASHFLOW STATEMENT
FOR THE PERIOD ENDED 31 AUGUST 2007**

	<u>Note</u>	2007 £
Net cash inflow from operating activities	(a)	3,867,580
Capital expenditure and financial investment	(b)	<u>(726,693)</u>
Increase in cash in the period		<u><u>3,140,887</u></u>
Reconciliation of net cash flow to movement in net funds		
Increase in cash in the period		<u>3,140,887</u>
Movement in net funds in the period		3,140,887
 Net funds at 17 March 2007	 (c)	 <u>113,622</u>
Net funds at 31 August 2007	(c)	<u><u>3,254,509</u></u>

The notes on pages 9 to 15 form part of these accounts

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

**NOTES TO THE CASHFLOW STATEMENT
FOR THE PERIOD ENDED 31 AUGUST 2007**

(a) Reconciliation of net outgoing resources to net cash inflow from operating activities

	2007 £
Net incoming resources before investment gains	5,121,405
Donations received by transfer of investments	(1,251,196)
Decrease in stocks	600
Increase in debtors	(142,282)
Increase in creditors	<u>139,053</u>
Net cash inflow from operating activities	<u><u>3,867,580</u></u>

(b) Analysis of cash flows for headings

	2007 £
Capital expenditure and financial investment	
Sale of fixed asset investments	473,307
Purchase of fixed asset investments	<u>(1,200,000)</u>
Net cash outflow for capital expenditure	<u><u>(726,693)</u></u>

(c) Analysis of net funds

	Transfer from The Society of the Friends £	Cash flow £	Funds at the end of the period £
Cash at bank and in hand	223	3,254,286	3,254,509
Short-term deposits	<u>113,399</u>	<u>(113,399)</u>	<u>-</u>
	<u><u>113,622</u></u>	<u><u>3,140,887</u></u>	<u><u>3,254,509</u></u>

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 AUGUST 2007

1 **Accounting policies**

The principal accounting policies of the Charity are set out below. The accounts have been drawn up in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) and applicable accounting standards.

(a) **Basis of accounting**

The accounts are prepared under the historical cost convention modified to include the revaluation of fixed assets, investments and include the results of the charity's operations as indicated in the annual report, all of which are continuing.

(b) **Fund accounting**

(i) Restricted funds are funds subject to specific trusts, which may be declared by the donor or with their authority but still within the objects of the charity. The restricted funds are restricted income funds which are expendable at the discretion of the Trustees in furtherance of some particular aspects of the objects of the charity.

(ii) Unrestricted funds are expendable at the discretion of the Trustees in furtherance of the objects of the charity.

(iii) A permanent endowment fund is a particular type of restricted fund which must be held permanently.

All movements on funds, including new endowments, are recorded in the Statement of Financial Activities, allocated to the appropriate fund.

(c) **Fixed asset investments**

Listed investments

Listed investments are stated at their market value at the balance sheet date. Holdings in authorised unit trusts are included in the balance sheet at the bid price. Realised and unrealised gains on investment assets are reported in the Statement of Financial Activities allocated to the appropriate fund.

(d) **Investment income**

Dividends and other investment income are credited on a receivable basis. Deposit interest is credited on an accruals basis.

Income from investments is allocated to the appropriate fund.

(e) **Voluntary income**

All voluntary income is included in income on receipt.

(e) **Gifts in Kind**

Gifts in kind are recognised on receipt.

(g) **Allocation of costs**

Costs are allocated according to function and hence to the categories of direct charitable expenditure and other expenditure. Where expenditures relate to more than one functional category, a reasonable method of allocation is determined.

(h) **Pension costs**

The company operates a stakeholder compliant money purchase scheme.

The pension costs charged in the accounts represent the contributions payable by the company during the period in accordance with Financial Reporting Standard No 17 "Accounting for retirement benefits". For further details, refer to note 6.

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

**NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31 AUGUST 2007**

2	<u>Voluntary Income</u>	2007
		£
(a)	Unrestricted income	
	Companions	79,872
	Friends donations	26,881
	Other donations	78,958
		<u>185,711</u>
(b)	Restricted funds	
	College appeal donations	1,118,518
	College appeal funds transferred from St George's Chapel	2,893,348
		<u>4,011,866</u>
(c)	Endowment funds	
	Kahn Choir Endowment	1,200,000
	Kahn Choir Endowment funds transferred from St George's Chapel	1,251,196
		<u>2,451,196</u>
		<u><u>6,648,773</u></u>
3	<u>Activities for generating funds</u>	2007
		£
	Events and activities	
	Unrestricted funds	18,948
		<u>18,948</u>
4	<u>Investment Income</u>	2007
		£
(a)	Unrestricted funds	
	Bank interest	6,612
		<u>6,612</u>
(b)	Restricted funds	
	Income from funds invested with M&G	
	-Kahn Choral fund	41,807
	Bank interest	
	-College Appeal Fund	87,313
		<u>129,120</u>
		<u><u>135,732</u></u>

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

**NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31 AUGUST 2007**

5 Total resources expended

(a) Analysis of expenditure

	<u>Cost of generating funds</u>				
	<u>Donations to related charities</u>	<u>Cost of Events</u>	<u>Voluntary Income</u>	<u>Governance Costs</u>	<u>2007</u>
	£	£	£	£	£
Wages and salary costs	-	-	27,867	-	27,867
Social Security	-	-	2,732	-	2,732
Pension Costs	-	-	1,028	-	1,028
Legal & professional	-	-	52,491	-	52,491
Donations to St George's Chapel					
- College Appeal	948,883	-	-	-	948,883
- College Appeal, West Front	549,865	-	-	-	549,865
- Choir costs	41,807	-	-	-	41,807
Garter service event costs	-	7,223	-	-	7,223
Other events costs	-	11,156	-	-	11,156
Costs of other Friends activities	-	-	-	12,656	12,656
Printing, Postage & Stationery	-	5,697	1,985	-	7,682
Office costs	-	-	5,007	-	5,007
IT & Telephone costs	-	-	2,242	-	2,242
Audit fees	-	-	-	6,012	6,012
Travel costs	-	-	3,614	-	3,614
Sundry	-	-	1,339	-	1,339
Bank Charges	-	-	444	-	444
	<u>1,540,555</u>	<u>24,076</u>	<u>98,749</u>	<u>18,668</u>	<u>1,682,048</u>

(b) Staff costs

**2007
£**

Particulars of employees are shown below

Employee costs during the year amounted to

Wages and salaries	27,867
Social security costs	2,732
Other pension costs	1,028
	<u>31,627</u>

The average number of persons employed by the charity during the year was as follows

Fund generation and administration	<u>3</u>
------------------------------------	----------

No employee earns £50,000 per annum or more

No remuneration was paid or expenses reimbursed to the Trustees for their services as Trustees

(c) Auditors' remuneration

**2007
£**

Fees received for audit services	6,012
Fees received for non-audit services	-
	<u>6,012</u>

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 AUGUST 2007

6 Pension costs

The Foundation operates a stakeholder compliant money purchase scheme. The assets of the scheme are held separately from those of the charity in independently managed funds. Total contributions due amounted to £1,028. There were no contributions outstanding at the period-end.

7 Transfers

On 17 March 2007 the net assets of The Society of the Friends of St George's and Descendants of the Knights of the Garter were transferred to the Foundation of the College of St George.

	£
Investments	448,870
Stocks	600
Debtors	2,981
Short-term deposits	113,399
Cash at bank and in hand	223
Creditors	(2,140)
	<u>563,933</u>
Representing reserves	
Unrestricted - to assist the Dean and Canons in maintaining the fabric, buildings, furnishings and ornaments of St George's Chapel and to promote the interest and knowledge of the history and traditions of the work of St George's	14,068
Restricted - to assist the Dean and Canons in maintaining the fabric, buildings, furnishings and ornaments of St George's Chapel. (In the period this balance was donated to St George's Chapel to support the restoration of the West Front.)	<u>549,865</u>
	<u>563,933</u>

8 Investments

	2007	
	Market Value	Cost
	£	£
(a) Held at market value		
(i) <i>The Equities Investment Fund for Charities (Charfund)</i>		
90,805 income units	1,416,964	1,526,723
(ii) <i>Charbond Charities Fixed Interest Common Investment fund</i>		
789,028 income units	934,998	924,474
	<u>2,351,962</u>	<u>2,451,197</u>

Endowment funds

At the year end all the investments are held in the Kahn Endowment fund.

Movements in listed investments

	2007
	£
Additions at cost	1,200,000
Transfer in at valuation at date of transfer	<u>1,699,666</u>
	2,899,666
Disposals at market value brought forward and additions at cost (<i>realised gains of £24,837</i>)	<u>(448,870)</u>
	2,450,796
Unrealised loss on revaluation of investments at the year end	<u>(99,234)</u>
Market value carried forward at 31 August 2007	<u>2,351,562</u>

THE FOUNDATION OF THE COLLEGE OF ST GEORGE, WINDSOR CASTLE

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 AUGUST 2007

8 Investments (continued)

Income shares at a value of £448,470 in the Charities Official Investment Fund were transferred to the Charity from The Society of the Friends (see note 7) These were sold in the period and realised a gain of £24,837
All investment assets are held and managed in the United Kingdom

9 Debtors

2007
£

Trade debtors	803
Amounts owed by connected charity	28
Other debtors	92,410
Prepayments and accrued income	52,022
	<u>145,263</u>

10 Creditors: amounts falling due within one year

2007
£

Trade creditors	10,506
Amounts owed to connected charities	27,667
Other taxes and social security	1,936
Accruals and deferred income	101,084
	<u>141,193</u>

11 Capital and reserves

The Foundation of the College of St George, Windsor Castle is a company limited by guarantee without a share capital. Instead of a share capital, the member, The Dean and Canons of Windsor, guarantees to pay £10 in the event of the company's liquidation. The amount of the member's guarantee represents a contingent asset to the company which will crystallise only if the company goes into liquidation. As the company is a going concern, the member has no obligation to pay the sum guaranteed.

In the circumstances noted above it is considered that the distinction between equity and non equity interests required by Financial Reporting Standard No 4 "Capital Instruments" is not applicable.

If on a winding up of the company there remains after satisfaction of all debts and liabilities any assets, they will be transferred to the College of St George in Windsor Castle.

11 Funds

(a) Permanent Endowments

	Donation from St George's Chapel £	New endowments received £	Loss on investments £	Balance at 31 August 2007 £
Kahn Choir Endowment Fund	1,251,196	1,200,000	(99,234)	2,351,962
	<u>1,251,196</u>	<u>1,200,000</u>	<u>(99,234)</u>	<u>2,351,962</u>

Kahn Choir Endowment Fund

Income from the Kahn Choir Endowment Fund is held in a restricted income fund entitled Kahn Choral fund and the funds are available to be used to defray the costs of the choir at St George's Chapel. The Fund is represented by fixed asset investments.

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**NOTES TO THE ACCOUNTS
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11 Funds (continued)

(b) Restricted funds	Movement in funds					Balance at 31 August 2007 £
	Transfer from The Society of the Friends £	Donation from St George's Chapel £	Incoming Resources £	Expended Resources £	Gain on investments £	
Kahn Choral	-	-	41,807	(41,807)	-	-
College Appeal	549,865	2,893,348	1,205,831	(1,526,611)	24,437	3,146,870
	549,865	2,893,348	1,247,638	(1,568,418)	24,437	3,146,870

Kahn Choral

This fund received the income derived from the Kahn Endowment fund which was established to contribute towards the costs of the choir at St George's Chapel

College Appeal fund

For the refurbishment of the fabric of the Chapel and Collegiate buildings

12 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total £
Investments	-	-	2,351,962	2,351,962
Net current assets	111,709	3,146,870	-	3,258,579
	<u>111,709</u>	<u>3,146,870</u>	<u>2,351,962</u>	<u>5,610,541</u>
Unrealised losses included above				
On investment assets	-	-	(99,235)	(99,235)
	<u>-</u>	<u>-</u>	<u>(99,235)</u>	<u>(99,235)</u>
Reconciliation of movements in unrealised gains on investment assets				
Net losses arising on revaluations in the period	-	-	(99,235)	(99,235)
Unrealised gains at 31 August 2007	-	-	(99,235)	(99,235)

13 Taxation

The Foundation of the College of St George, Windsor Castle is a charity and the trustees are of the opinion that it is entitled for the current year, to the exemptions provided by Section 505 Income and Corporation Taxes Act 1988. As a consequence no provision for taxation is relevant.

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**NOTES TO THE ACCOUNTS
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14 Related party transactions

The Foundation of the College of St George is involved in transactions with the following related parties who are under common control

St George's Chapel - Windsor

- (a) During the period the charity received the following donations in respect of established funds from St George's Chapel - Windsor

	£
Kahn Choir Endowment Fund	1,251,196
College Appeal Fund	<u>2,893,348</u>

- (b) During the period the charity made the following donations to St George's Chapel - Windsor

	£
In respect of the Fabric of the College of St George	1,526,611
In respect of the Choir	<u>41,807</u>

- (c) During the period St George's Chapel incurred expenditure of £28,421 on behalf of the Foundation in respect of the Foundation's expenses

At the period end the balance owed to St George's Chapel was £27,667

St George's Chapel Bookshop Limited

- (a) During the period the charity made sales of £500 in respect of the Choir's music CDs to St Georges Chapel Bookshop Limited

At the period end the balance owed to the Charity was £27

There are no other material transactions between the charities which the Trustees believe should be reported