

REGISTERED COMPANY NUMBER. 06300768 (England and Wales)
REGISTERED CHARITY NUMBER: 1121871

**THE DAVID ROSS FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2011**

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THE DAVID ROSS FOUNDATION

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FOR THE YEAR ENDED 31 MARCH 2011**

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THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

Throughout this report The David Ross Foundation has been referred to as the 'Foundation'

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06300768 (England and Wales)

Registered Charity number

1121871

Registered office

Nuffield House
41-46 Piccadilly
London
W1J 0DS

Trustees

D P J Ross

J H Dale

- resigned 2 November 2010

A J Bott

C E Homer

- appointed 2 November 2010

M W Bolland

- appointed 2 November 2010

The directors of the Foundation are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees. The company secretary is not a trustee of the Foundation.

Company Secretary

N P Teagle

Auditors

Duncan & Toplis
Chartered Accountants
and Statutory Auditors
5 Resolution Close
Endeavour Park
Boston
Lincolnshire
PE21 7TT

Bankers

HSBC Private Bank (UK) Limited
78 St James's Street
London
SW1A 1JB

Schroder & Co Limited
100 Wood Street
London
EC2V 7ER

Solicitors

Withers LLP
16 Old Bailey
London
EC4M 7EG

THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006

The Foundation is a company limited by guarantee with no share capital (registration number 06300768) and a registered charity (registration number 1121871) The Foundation was incorporated on 3 July 2007 and commenced its activities on that date The charitable company's Memorandum and Articles of Association are the primary governing documents of the Foundation

Recruitment and appointment of new trustees

The subscribers to the Memorandum are the first trustees of the Foundation The trustees may appoint a person who is willing to serve as a trustee on such terms as they may agree from time to time

Induction and training of new trustees

The training and induction provided for new trustees will depend on their existing experience Where necessary, induction will be on an informal basis It will be tailored specially to the individual and will provide training on charity, legal and financial matters

Organisational structure

The trustees meet regularly to make decisions relating to the Foundation Details of the trustees are given on page 1

All trustees give of their time freely and no trustee remuneration was paid Details of trustee expenses and related party transactions are disclosed in notes 2, 10, 14 and 17 of the financial statements

Related parties

The Foundation has agreed to sponsor Havelock Academy by donating funds of £2m over a four year period (under an agreement dated 12 September 2007) These donations will form a permanent endowment fund as a subsidiary charity to Havelock Academy The income from this endowment fund is to be used to counter the educational impact of disadvantage and deprivation, and for educational work within the local community

Two of the trustees of the Foundation hold positions with the Havelock Academy - David Ross is a trustee and Anita Bott is a member of the governing body Neither David Ross nor Anita Bott receive any remuneration (other than reimbursement of any out-of-pocket expenses) from the Foundation or Havelock Academy for these positions

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error

The trustees review the risks facing the Foundation on a regular basis and take steps to minimise or eliminate these risks where necessary The trustees are formulating their policy in the following areas

- Investments
- Distributions/grants
- Safeguarding children and vulnerable persons
- Serious incidents
- Recruitment, vetting and ongoing checking of officers

In addition, the trustees have implemented a system of financial control whereby all payments from the Foundation are verified by two signatories and the financial records are inspected at regular trustee meetings

THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the Foundation are to further such charitable purposes and to benefit such charitable institutions as the trustees think fit. In particular the trustees wish to support

- Education/training and arts/culture
- Young people and other charities
- Causes predominantly in the UK

Significant activities

During the period ended 31 July 2008 the Foundation agreed to sponsor Havelock Academy by donating funds of £2,000,000 over a four year period under an agreement dated 12 September 2007

David Ross, the Foundation's major donor, has provided an undertaking to the trustees to provide funds to the Foundation in order to meet the payments to Havelock Academy. The benefit of this undertaking is included in the balance sheet

Grantmaking

During the year covered by these financial statements, the Foundation made a payment totalling £375,000 to Havelock Academy (2010 - £375,000)

The Foundation also made a number of further grants for other charitable purposes as detailed in the notes to the Statement of Financial Activities

The trustees will consider other smaller grant payments and donations as and when funds are available

During the year ended 31 March 2011 the Foundation continued its work with the academies which it sponsors and with potential schools which it is hoped might decide to join the Foundation's academies. The Foundation also established the Academies Excellence Awards in association with the University of Nottingham

Public benefit reporting

When reviewing the Foundation's objectives and activities, and in planning future activities, the trustees have considered the Charity Commission's general guidance on public benefit

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year ended 31 March 2011 the trustees incurred various governance costs in administering the Foundation and raising funds

During the year the Foundation received further gifts of shares from David Ross and other donations totalling £16,000

The Foundation also received interest on its cash deposits and dividends based on its holding of shares. This income helped fund the Foundation's donations and governance costs leaving net incoming resources of £100,970 for the year before adjusting for realised and unrealised gains on current investment assets

FINANCIAL REVIEW

Reserves policy

The trustees review the reserves of the Foundation annually. As at 31 March 2011 the trustees felt that they had sufficient reserves to meet future expenditure as and when it becomes due

Funds in deficit

At the year end date no funds were in deficit

THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2011

FINANCIAL REVIEW

Principal funding sources

The principal funding source of the Foundation is the funds donated by the founder, Davis Ross who has made an undertaking to the Foundation to introduce funds to meet the commitment made to Havelock Academy

During the year the Foundation received income by way of donations of shares from David Ross to enable the Foundation to make other donations as agreed by the trustees

Investment policy and objectives

Under the Memorandum and Articles of Association, the Foundation has the power to invest in any way the trustees see fit

As at 31 March 2011 the Foundation held cash, shares donated by David Ross and other investments as detailed in note 11

FUTURE DEVELOPMENTS

The Foundation will continue to seek opportunities to raise funds to support its obligations to Havelock Academy and other causes which it wishes to support

The Foundation is co-sponsoring the Academy Excellence Awards 2012 in association with the University of Nottingham

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The David Ross Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware

- there is no relevant audit information of which the charitable 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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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

THE DAVID ROSS FOUNDATION

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2011**

AUDITORS

The auditors, Duncan & Toplis, will be proposed for re-appointment at the forthcoming Annual General Meeting

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

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to read 'D P J Ross', with a large, stylized initial 'D'.

D P J Ross - Trustee

Date 21 December 2011

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE DAVID ROSS FOUNDATION

We have audited the financial statements of The David Ross Foundation for the year ended 31 March 2011 on pages eight to sixteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements of the charitable company as at 31 March 2010 were not audited.

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

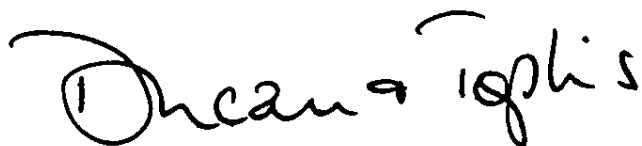
In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE DAVID ROSS FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Report of the Trustees



Timothy Godson BA (Hons) FCA (Senior Statutory Auditor)
for and on behalf of Duncan & Toplis
Chartered Accountants
and Statutory Auditors
5 Resolution Close
Endeavour Park
Boston
Lincolnshire
PE21 7TT

Date 22 December 2011

THE DAVID ROSS FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2011**

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	857,817	-	857,817	7,313
Investment income	3	<u>2,472</u>	<u>-</u>	<u>2,472</u>	<u>28,285</u>
Total incoming resources		860,289	-	860,289	35,598
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	4	3,637	-	3,637	9,293
Investment management costs	5	1,811	-	1,811	1,564
Charitable activities	6	750,369	-	750,369	49,493
Governance costs	8	<u>3,502</u>	<u>-</u>	<u>3,502</u>	<u>10,769</u>
Total resources expended		759,319	-	759,319	71,119
NET INCOMING/(OUTGOING) RESOURCES					
		100,970	-	100,970	(35,521)
Other recognised gains/losses					
Gains/(losses) on investment assets					
• Realised gains/(losses) on investment assets		<u>474,647</u>	<u>-</u>	<u>474,647</u>	<u>121,706</u>
Net income/(expenditure) for the period		575,617	-	575,617	86,185
Gains/(losses) on investment assets					
• Unrealised gains/(losses) on investment assets		<u>15,119</u>	<u>-</u>	<u>15,119</u>	<u>237,263</u>
Net movement in funds		590,736	-	590,736	323,448
RECONCILIATION OF FUNDS					
Total funds brought forward		(24,158)	87,271	63,113	(260,335)
TOTAL FUNDS CARRIED FORWARD		<u>566,578</u>	<u>87,271</u>	<u>653,849</u>	<u>63,113</u>

The notes form part of these financial statements

THE DAVID ROSS FOUNDATION

**BALANCE SHEET
AT 31 MARCH 2011**

(REGISTERED COMPANY NUMBER. 06300768)

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
FIXED ASSETS					
Investments	11	63,350	-	63,350	15,600
CURRENT ASSETS					
Debtors amounts falling due within one year	12	-	-	-	7,040
Debtors amounts falling due after more than one year	12	-	-	-	199,487
Investments	13	34,017	462,271	496,288	594,938
Cash at bank		<u>589,561</u>	<u>-</u>	<u>589,561</u>	<u>42,846</u>
		623,578	462,271	1,085,849	844,311
CREDITORS					
Amounts falling due within one year	14	<u>(120,350)</u>	<u>(375,000)</u>	<u>(495,350)</u>	<u>(421,798)</u>
NET CURRENT ASSETS		<u>503,228</u>	<u>87,271</u>	<u>590,499</u>	<u>422,513</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		566,578	87,271	653,849	438,113
CREDITORS					
Amounts falling due after more than one year	15	<u>-</u>	<u>-</u>	<u>-</u>	<u>(375,000)</u>
NET ASSETS		<u><u>566,578</u></u>	<u><u>87,271</u></u>	<u><u>653,849</u></u>	<u><u>63,113</u></u>
FUNDS	16				
Unrestricted funds					
General fund				566,578	(24,158)
Restricted funds					
Havelock Academy				<u>87,271</u>	<u>87,271</u>
TOTAL FUNDS				<u><u>653,849</u></u>	<u><u>63,113</u></u>

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

The financial statements were approved by the Board of Trustees on 21 December 2011 and were signed on its behalf by



D P J Ross - Trustee

The notes form part of these financial statements

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

The principal accounting policies adopted in the preparation of the financial statements are set out below

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Voluntary income including donations, gifts and legacies and grants that provide core funding or are of a general nature are recognised where the entitlement, certainty of receipt and the amounts can be measured with sufficient reliability. Such income is only deferred when the donor has imposed conditions which must be met before the charity has unconditional entitlement. Where entitlement occurs before income being received the income is accrued.

Investment income is recognised on a receivable basis.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Irrecoverable value added tax is charged against the category of resources expended for which it was incurred.

Costs of charitable activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the charity.

Costs of generating funds are those costs incurred in attracting income and those incurred in raising funds.

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements. Grants payable, including donations made to third parties in the furtherance of the charitable objectives of the Foundation, are recognised where a constructive obligation exists that results in the payment being unavoidable notwithstanding that they may be paid in future accounting periods.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The Foundation is a registered charity and no provision is considered necessary for taxation. Where donations are made to the Foundation under gift aid, the tax repayment to which the Foundation is entitled is included as a debtor in the balance sheet.

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The Foundation accounts for income and expenditure provided or incurred for a specific purpose by treating these as restricted funds. The only restricted funds relate to the trustees' support of Havelock Academy (see note 14). All other funds are unrestricted.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Investments

Current asset investments comprising of listed investments are stated at market value at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the period.

Fixed asset investments being items acquired during the year are stated at cost less provision for any permanent diminution in value.

Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (value on acquisition date if later). Unrealised gains and losses are calculated as the difference between the market value at the period end date and opening market value (or value on acquisition date if later). Realised and unrealised gains are shown separately in the statement of financial activities.

2. VOLUNTARY INCOME

	2011 £	2010 £
Donations	857,813	6,871
Gift aid	<u>4</u>	<u>442</u>
	<u>857,817</u>	<u>7,313</u>

The total value of shares donated by David Ross during the year was £1,041,300, however £199,487 was allocated to reducing the undertaking from David Ross relating to Havelock Academy.

David Ross, the Foundation's major donor, provided an undertaking to the trustees in the 2008 financial statements, to provide funds to the Foundation in order to meet the payments to Havelock Academy. The benefit of this undertaking was included in the statement of financial activities and the balance sheet in the period ended 31 July 2008.

David Ross continued to make unrestricted donations throughout the current year.

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2011**

3. INVESTMENT INCOME

	2011	2010
	£	£
Interest on cash deposits	840	32
Dividend income - UK equities	<u>1,632</u>	<u>28,253</u>
	<u>2,472</u>	<u>28,285</u>

4. COSTS OF GENERATING VOLUNTARY INCOME

	2011	2010
	£	£
Fundraising costs – charity fundraising meals	<u>3,637</u>	<u>9,293</u>

5. INVESTMENT MANAGEMENT COSTS

	2011	2010
	£	£
Investment management fees	<u>1,811</u>	<u>1,564</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (see note 7)	Totals
	£	£	£
Academies work	97,498	-	97,498
Donations made	<u>-</u>	<u>652,871</u>	<u>652,871</u>
	<u>97,498</u>	<u>652,871</u>	<u>750,369</u>

The academies work involved establishing the Malcolm Arnold Academy which opened in September 2010 and work relating to governance and schools which might join the foundation in the future. These costs were £61,476 together with costs of £36,022 which relate to the Academy Excellence Awards for 2011.

7. GRANTS PAYABLE

	2011	2010
	£	£
Donations made	<u>652,871</u>	<u>49,493</u>

Donations made comprise grants payable to academies and partner organisations together with general one off donations. A detailed analysis is given on the following page.

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2011**

7. GRANTS PAYABLE - continued

	2011 £	2010 £
Academies and partner organisations		
Havelock Academy	3,087	5,536
Malcolm Arnold Academy – endowment payment	100,000	-
Malcolm Arnold Academy	3,090	-
Clare College	10,000	-
Grange Park Opera	50,000	-
Diocese of Leicester	50,000	-
Mayor of London's Fund for young musicians	20,000	-
National Portrait Gallery	5,000	-
Nottingham University	6,000	-
Old Vic Theatre	29,000	-
Peterhouse College	10,000	-
Royal College of Music	5,000	2,000
Serpentine Trust	33,334	17,167
Uppingham	280,000	2,000
	<u>604,511</u>	<u>26,703</u>
	2011 £	2010 £
General one off donations		
Africa Foundation	-	1,400
Alzheimers Society	500	-
Burlington House	990	390
Cancer Research UK	9,000	-
Caudwell Children	500	6,000
Charlie Derrick Music Bursary	250	-
Cynthia Spencer Hospice	50	-
Cystic Fibrosis Trust	500	-
Destiny of a Child	1,000	-
Evelina Children's Hospital	1,000	-
Gordon Robinson Trust	2,070	-
Great Ormond Street	1,000	-
Helen House	1,000	-
Maggies Cancer Caring Centres	1,000	-
Marie Curie	1,500	-
Place2Be	1,000	-
Roundhouse Trust	7,000	-
Trinity Hospice	10,000	-
Venture Partnership	5,000	-
Wellbeing of Women	5,000	15,000
	<u>48,360</u>	<u>22,790</u>
Total	<u>652,871</u>	<u>49,493</u>

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2011**

8. GOVERNANCE COSTS

	2011	2010
	£	£
Accountancy	(415)	3,975
Legal fees	-	6,111
Administration costs	288	683
Auditors' remuneration	3,600	-
Interest payable and similar charges	29	-
	<u>3,502</u>	<u>10,769</u>

9. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	2011	2010
	£	£
Auditors' remuneration	<u>3,600</u>	<u>-</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2011 nor for the year ended 31 March 2010

Trustees' Expenses

During the period one of the trustees was reimbursed £96 (2010 - £nil) for travelling expenses

11. FIXED ASSET INVESTMENTS

Investments (neither listed nor unlisted) were as follows

	2011	2010
	£	£
Mathias Klos violin	12,000	12,000
Artwork	<u>51,350</u>	<u>3,600</u>
	<u>63,350</u>	<u>15,600</u>

The Mathias Klos violin is currently being used under the scholarship agreement made by the Foundation

Fixed asset investments are stated at cost of acquisition

There were no investment assets outside the UK

12. DEBTORS

	2011	2010
	£	£
Amounts falling due within one year		
Tax repayment	<u>-</u>	<u>7,040</u>
Amounts falling due after more than one year		
Other debtors - undertaking from David Ross (see note 14)	<u>-</u>	<u>199,487</u>
Aggregate amounts	<u>-</u>	<u>206,527</u>

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2011**

13. CURRENT ASSET INVESTMENTS

Movement in current asset investments comprises

	2011 £	2010 £
Market value as at 1 April 2010	594,938	627,500
Additions (at market value on acquisition)	1,041,300	-
Disposals (at market value on disposal)	(1,629,716)	(391,531)
Realised gain/(loss) on disposal of investments	474,647	121,706
Unrealised gain/(loss) on revaluation of investments	<u>15,119</u>	<u>237,263</u>
Market value as at 31 March 2011	<u>496,288</u>	<u>594,938</u>
Investments at market value comprise		
Listed investments	<u>496,288</u>	<u>594,938</u>

All current asset investments were in UK quoted investments. Investments consisted of shares in The Carphone Warehouse Group plc and in Talk Talk Group plc, all of which were donated by David Ross.

14. CREDITORS' AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Bank account	-	40,273
Other creditors	16,750	-
Amount due to Havelock Academy	375,000	375,000
Amount due to Malcolm Arnold Academy	100,000	-
Accrued expenses	<u>3,600</u>	<u>6,525</u>
	<u>495,350</u>	<u>421,798</u>

On 12 September 2007 the trustees entered into a Deed of Gift and Declaration of Trust to establish a permanent endowment fund as a subsidiary of Havelock Academy. The trustees committed to fund £2,000,000 over a four year period as follows:

by 12 September 2008	£500,000
by 1 September 2008	£375,000
by 1 September 2009	£375,000
by 1 September 2010	£375,000
by 1 September 2011	£375,000

The remaining payment of £375,000 due by 1 September 2011 is recognised in these financial statements as creditors due within one year as at the balance sheet date.

David Ross, the Foundation's major donor, has provided an undertaking to the trustees to provide funds to the Foundation in order to meet the payments to Havelock Academy. At the balance sheet date there was no outstanding debtor due from David Ross in respect of this undertaking.

The amount due to Malcolm Arnold Academy will be paid as soon as the recipient is in a position to receive the payment.

15. CREDITORS' AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011 £	2010 £
Amount due to Havelock Academy (see note 14)	<u>-</u>	<u>375,000</u>

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2011

16. MOVEMENT IN FUNDS

	At 1/4/10 £	Net movement in funds £	At 31/3/11 £
Unrestricted funds			
General fund	(24,158)	590,736	566,578
Restricted funds			
Havelock Academy	<u>87,271</u>	<u>-</u>	<u>87,271</u>
TOTAL FUNDS	<u>63,113</u>	<u>590,736</u>	<u>653,849</u>

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	860,289	(759,319)	489,766	590,736
TOTAL FUNDS	<u>860,289</u>	<u>(759,319)</u>	<u>489,766</u>	<u>590,736</u>

17. RELATED PARTY DISCLOSURES

At the year end date

- David Ross is a trustee of Havelock Academy, a charity which the trustees have agreed to support (see notes 2 and 14)
- David Ross is also the Chair of the University of Nottingham Development Committee, a member of the Serpentine Gallery Council, a trustee of the National Portrait Gallery and Chair of the Audit and Compliance Committee, and a trustee of the Uppingham School and a member of the Foundation Board
- Anita Bott is a member of the governing body of Havelock Academy and is a member of the Carol Concert committee for Great Ormond Street
- Mark Bolland's civil partner is a member of the Council of the Royal College of Music

During the year grants and donations were made to some of these organisations as detailed in note 7 above

Christine Homer is director of Zoom2 Limited which provided consultancy services during the year in respect of the academies work of £36,935 of which £14,325 was owed at the year end date

18. ULTIMATE CONTROLLING PARTY

The charity is controlled by the trustees

19. LEGAL STATUS

The Foundation is a company limited by guarantee and has no share capital. The liability of each member in the event of a winding up is limited to £1.

20. COMPARATIVES

The comparative figures in the financial statements are unaudited as the Foundation met the criteria for audit exemption in the previous year.