

Charity Registration No. 280883

Company Registration No. 01510524 (England and Wales)

CRANFORD HOUSE SCHOOL TRUST LIMITED
GOVERNORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2010

CRANFORD HOUSE SCHOOL TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Governors	R. D. Bray MCIWM (Chairman) G. S. Cole FCA N. A. Harper FRICS J. B. Howell-Pryce TD, BSc S. McNaught BEd OCR Level 7 L. Renwick BEd NPQH E. A. Scoates BSc, M Phil, PGCE G. Walsh BA (Hons), MSc, PGCE
Charity number	280883
Company number	01510524
Principal address	Cranford House School Moulsford Wallingford Oxfordshire OX10 9HT
Registered office	Cranford House School Moulsford Wallingford Oxfordshire OX10 9HT
Auditors	Kench & Co Ltd Chartered Accountants 10 Station Road Henley on Thames Oxfordshire RG9 1AY
Bankers	Lloyds TSB Bank PLC 4 Market Place Wallingford Oxfordshire OX10 0EH
Solicitors	Field Seymour Parkes 11 London Street PO Box 174 Reading RG1 4QW Berkshire

CRANFORD HOUSE SCHOOL TRUST LIMITED

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CRANFORD HOUSE SCHOOL TRUST LIMITED

GOVERNORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2010

The Governors of the School, who are also Directors of the Company and Charity Trustees, present their annual report, together with the audited financial statements for the year ended 31 August 2010.

The format and content of this report and financial statements comply with the requirements of the Companies Act 2006, the Company's Memorandum and Articles of Association, the Charities Act 1993 and the Statement of Recommended Practice; 'Accounting and Reporting by Charities', 2005.

Cranford House School Trust Limited, was incorporated on 1 August 1980 as a charitable company limited by guarantee with company registration number 01510524, charity registration number 280883.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Memorandum & Articles of Association, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005.

Structure, governance and management

The Governors, who are also the directors for the purpose of company law, and who served during the year were:

R. D. Bray MCIWM (Chairman)

G. S. Cole FCA

N. A. Harper FRICS

J. B. Howell-Pryce TD, BSc

S. McNaught BEd OCR Level 7

L. Renwick BEd NPQH

E. A. Scoates BSc, M Phil, PGCE

G. Walsh BA (Hons), MSc, PGCE

Governors are elected by the Board to fill a vacancy due to retirement, or to enhance the particular skills of the Board. Potential Governors are identified from a wide range of scholastic, business and professional fields, and are considered against the Body's specifications concerning eligibility, competence and specialist skills. They are elected at a meeting of the Board.

New Governors are inducted by the Chairman of the Governors, the Headmistress and the Bursar into the workings of the School. Board policy and procedures are included in the induction process. Training is offered to all Governors.

The members of the Governing Body are detailed above. The members of the Governing Body are legally responsible for the overall management and control of the School and its objectives. The Governing Body has a Chairman and several sub-committees that support the Board of Governors, namely the Finance, Scholarships and Bursaries and Educational sub-committees. In addition, the School has individual Governors responsible for the following areas: Child Protection, Health and Safety, Special Educational Needs and Early Years Foundation Stage.

The day to day running of the School is delegated to the Headmistress, Mrs Claire Hamilton and the Senior Leadership Team.

The full board meets at least three times a year. The Finance Committee meets at least four times a year. The Scholarships and Bursaries Committee meets regularly when required. Additional meetings may be called if necessary.

The Company has no share capital and consequently, none of the Governors has any interest in the Company. The liability of the Governors is limited to the extent of £1 each in the event of the Company winding up.

CRANFORD HOUSE SCHOOL TRUST LIMITED

GOVERNORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

Governors neither incurred nor were reimbursed any expenses during the year and there were no related party transactions.

The School is affiliated to the Girl's School Association (GSA) and to the Independent Association of Preparatory Schools (IAPS).

The Governors' investment powers are governed by the Memorandum of Association which permits the charity's funds to be invested as required subject to the law in order to further the objects of the charity.

The Governors continue to keep the School's activities under review, particularly with regard to any major risks that may arise from time to time, and to monitor the practicalities of internal control systems. These are formally reviewed at Governors' meetings, adopted and actioned as appropriate.

Objectives and activities

The principle charitable object, as set out in the Memorandum of Association, is to provide for the advancement of education of boys aged 3 to 7 and of girls aged 3 to 16, so as to provide them with a sound Christian and moral basis. The principal activity of the Company is the operation of an independent pre-preparatory, preparatory and senior school.

Cranford House's main aim is to provide each child in its care with an academic education of the highest standard from within a supportive and encouraging environment.

The aim continues to be to provide pupils with a solid all round education. This year the emphasis has been on:

- Ensuring that all pupils fulfil their potential whatever their academic ability.
- Maintaining the high standards of teaching with a special emphasis on Independent Learning for pupils.
- Widening opportunities for pupils for challenge, responsibility and leadership.
- Introducing more competitive sport for Junior and Senior girls through more games afternoons, additional curriculum time and employing more qualified teachers.
- Investment in the site and the facilities.

Achievements and performance

2009/10 was the sixth year of Headmistress Claire Hamilton's Headship.

The School has had an average of 349 pupils throughout the year. Registrations for the next few years continue to be strong particularly for the main gateways to entry: Nursery and Year 7. The Senior School had 146 pupils in July 2010 compared with 103 in July 2005. In September 2010 we introduced double forms in three out of the four year groups into the Junior School due to increasing demand for places in this section of the school. Over the coming years it is our intention to double the junior school throughout and this will be achieved in line with the development of the facilities.

Academically the School had a strong year. 65% of exams taken were awarded A*/A grades at GCSE and 88% A*, A or B grades. 98% of pupils gained A*-C in all subjects. English Literature was exceptional with 22A*/A grades out of 27 candidates. In Music, all students achieved A or A* grades and in History, 13 candidates achieved A* out of 14 entered. In Year 10 Short Course Religious Studies, 17 out of 18 candidates achieved A or A* grades. All Year 11 girls gained entrance to the school of their choice.

CRANFORD HOUSE SCHOOL TRUST LIMITED

GOVERNORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

The School achieves high standards in music. Three girls were awarded major music scholarships for their sixth form and one has gone on to gain a choral scholarship to Oxford following her success at GCSE's at Cranford. A number of Senior girls have represented the school in the National Girls' Choir and the National Children's Orchestra. We continue to support participation in local music festivals with great success. Funds have been raised for Music for Autism through concerts organised by the pupils as well as with a well known National conductor. One Year 11 pupil entered for Grade 8 in three instruments and gained exceptionally high marks in all.

In sport a Year 10 pupil has been selected for the Under 16 GB Hockey squad and another represented Great Britain in the European Cadet Fencing Championships in Hungary, coming 7th out of 400 competitors. She is currently ranked 8th in the country in the U17 age group. A further Year 10 pupil represented the Reading Royals in the Multi-Regionals synchronised swimming competition coming 4th individually and her team 2nd overall.

Cranford House continues to focus on the exposure it gives its pupils through a wide range of activities and the 91 extra curricular clubs on offer; the long list of educational visits and outings are testament to this commitment.

Investment has continued to be made in the school's infrastructure this year. The refurbishment of the swimming pool including a fixed enclosure has been completed and we are now proud to be able to offer our pupils swimming all year round. In addition in July 2010 we completed the building of a new science lab and refurbished the two existing labs providing a science facility appropriate for our academic aspirations.

Looking ahead to 2011, work is underway to extend the current dining facilities and create an outdoor space specifically for our Senior girls. We have also undertaken a project to create two new Independent learning and ICT spaces for our pupils; The Hub has been completed and is now used by our Lower School pupils and The Atrium will be ready for use by the Junior and Senior girls by February 2011. We are very excited by all these developments and look forward to enjoying the extra space they will provide.

The School offers Scholarships for talented and able pupils for entry into Year 3 and Year 7. The School also offers means-tested bursaries. Deferred fees or hardship bursaries are also offered to existing parents in exceptional circumstances.

The Parents' Teachers' Association (CHSPTA) organised and ran fund raising and social activities during the course of the academic year. The Governors would like to thank the PTA for their continued support and commitment to the School. In addition, a team of volunteer parents contribute to School life by offering talks, accompanying school outings and assisting in Enrichment activities.

Financial review

The operating surplus for the year amounted to £107,862 (2009:£ 106,959) as set out in the financial statements.

It is the policy of the School to maintain and establish sufficient funds and facilities to finance capital expenditure in order to equip the School with the necessary facilities needed to continue with the standard and quality of the educational services currently provided. It is also the policy of the Governors to build up sufficient reserves to cover the immediate needs for essential operating expenditure for a minimum of two months or to have ready access to additional funds to finance this requirement.

CRANFORD HOUSE SCHOOL TRUST LIMITED

GOVERNORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

The Governors have adopted a policy of achieving free reserves of a sufficient level, without relying on institutional finance to ensure that:

- all aspects of the School's work can be conducted in an orderly and efficient manner, including the development and maintenance of the School's buildings;
- to use, where possible, cash assets and minimise borrowing;
- to provide cover for unexpected or unavoidable items of expenditure, which cannot be funded from current income.

The medium term plan is to continue to build free reserves from accumulated annual surpluses in order to meet the objectives detailed above.

The Governors are taking prudent steps to safeguard the assets of the Company in the current economic climate.

Plans for the future

- To maintain and improve the current high standards of academic performance.
- To continue to grow the Senior School to a potential maximum of 180 pupils (36 x 5 year groups).
- To widen access to the School through a funded programme of means tested bursaries.
- To progress the commitment to develop the whole School site. Designs for a new drama and music venue, improvements to sports facilities and car parking are underway along with plans for further enhancement of existing facilities.
- To progress our ambition to double the Junior School throughout as the facilities develop.

The School aims to offer public access to the education it provides through a means tested bursary scheme offered to children from the local communities. Pupils contribute to the local community providing entertainment and performances throughout the year and by inviting local schools to participate in events at the School - sporting, musical, dramatic and educational. The School also provides the use of its facilities and equipment (e.g. the swimming pool, minibuses and staging) to local schools, community groups or organisations at no cost or at subsidised cost. It supports both local and national charities through a wide variety of fundraising activities and this year raised a total of £7,415. The pupils are active participants of the Duke of Edinburgh Scheme which encourages community involvement. The School is also committed to serving the best interests of the local community by protecting and actively promoting the improvement of the local environment.

Disclosure of information to auditors

Each of the Governors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

The auditors, Kench & Co Ltd, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

R. D. Bray MCIWM (Chairman)

Dated:

CRANFORD HOUSE SCHOOL TRUST LIMITED

STATEMENT OF GOVERNORS' RESPONSIBILITIES

The Governors, who are also the directors of Cranford House School Trust Limited for the purpose of company law, are responsible for preparing the Governors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Governors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the trust and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the Governors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the trust will continue in operation.

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

CRANFORD HOUSE SCHOOL TRUST LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CRANFORD HOUSE SCHOOL TRUST LIMITED

We have audited the accounts of Cranford House School Trust Limited for the year ended 31 August 2010 set out on pages 8 to 18. These accounts have been prepared under the historical cost convention and the accounting policies set out on page 11.

This report is made solely to the company's members, in accordance with Section 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the 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 company and the company'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

As described in the statement of Governors' responsibilities, the Governors, who are also the directors of Cranford House School Trust Limited for the purposes of company law, are responsible for preparing the Governors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the accounts give a true and fair view.

Our responsibility is to audit the accounts 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 accounts give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion, the information given in the Governors' Report is consistent with those accounts.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's accounts are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

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

Basis of audit 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 accounts. It also includes an assessment of the significant estimates and judgements made by the Governors in the preparation of the accounts, and of whether the accounting policies are appropriate to the trust'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 accounts 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 accounts.

CRANFORD HOUSE SCHOOL TRUST LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF CRANFORD HOUSE SCHOOL TRUST LIMITED

Opinion

In our opinion:

- the accounts give a true and fair view of the state of the charity's affairs as at 31 August 2010, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the accounts have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the accounts have been prepared in accordance with the Companies Act 2006; and
- the information given in the Governors' Report is consistent with the accounts.

Eric A. Kench (Senior Statutory Auditor)
for and on behalf of Kench & Co Ltd

Chartered Accountants

Statutory Auditor

10 Station Road
Henley on Thames
Oxfordshire
RG9 1AY

Dated:

CRANFORD HOUSE SCHOOL TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2010

	Notes	Unrestricted funds £	Restricted funds £	Total 2010 £	Total 2009 £
<u>Incoming resources from generated funds</u>					
Donations and legacies	2	-	2,081	2,081	250
Investment income	3	9,739	-	9,739	22,513
		9,739	2,081	11,820	22,763
Incoming resources from charitable activities	4	3,871,783	-	3,871,783	3,424,010
Other incoming resources	5	2,482	-	2,482	13,381
Total incoming resources		3,884,004	2,081	3,886,085	3,460,154
<u>Resources expended</u>					
	6				
Charitable activities					
Provision of educational services		3,765,791	6,822	3,772,613	3,347,695
Governance costs		5,610	-	5,610	5,500
Total resources expended		3,771,401	6,822	3,778,223	3,353,195
Net income/(expenditure) for the year/ Net movement in funds		112,603	(4,741)	107,862	106,959
Fund balances at 1 September 2009		4,511,950	11,426	4,523,376	4,416,417
Fund balances at 31 August 2010		4,624,553	6,685	4,631,238	4,523,376

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

CRANFORD HOUSE SCHOOL TRUST LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2010

	Notes	2010 £	£	2009 £	£
Fixed assets					
Tangible assets	9	5,521,002		5,151,830	
Current assets					
Stocks		10,421		4,438	
Debtors	10	1,366,637		1,098,019	
Cash at bank and in hand		492,847		358,575	
		<u>1,869,905</u>		<u>1,461,032</u>	
Creditors: amounts falling due within one year	11	<u>(1,645,000)</u>		<u>(1,247,696)</u>	
Net current assets		<u>224,905</u>		<u>213,336</u>	
Total assets less current liabilities		<u>5,745,907</u>		<u>5,365,166</u>	
Creditors: amounts falling due after more than one year	12	<u>(1,114,669)</u>		<u>(841,790)</u>	
Net assets		<u><u>4,631,238</u></u>		<u><u>4,523,376</u></u>	
Income funds					
Restricted funds		6,685		11,426	
Unrestricted funds:					
Revaluation reserve		2,803,577		2,803,577	
Other charitable funds		1,820,976		1,708,373	
		<u><u>4,631,238</u></u>		<u><u>4,523,376</u></u>	

The accounts were approved by the Board on

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R. D. Bray MCIWM (Chairman)

Company Registration No. 01510524

CRANFORD HOUSE SCHOOL TRUST LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2010

	Notes	2010 £	2009 £
Net cash inflow from operating activities	15	478,817	325,025
Capital expenditure			
Payments to acquire tangible fixed assets	(540,357)	(219,989)	
Receipts from sales of intangible fixed assets	-	80	
Net cash outflow from capital expenditure		<u>(540,357)</u>	<u>(219,909)</u>
Net cash (outflow)/inflow before financing		(61,540)	105,116
Financing			
New long term bank loan	300,000	-	
Repayment of long term bank loan	(104,188)	(40,099)	
Net cash inflow/(outflow) from financing		<u>195,812</u>	<u>(40,099)</u>
Increase in cash	16	<u>134,272</u>	<u>65,017</u>

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2010

1 Accounting policies

1.1 Basis of preparation

The accounts are prepared under the historical cost convention as modified to include the revaluation of land and buildings.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 2006.

The trust is a company limited by guarantee. The members are guarantors who have a liability limited to £1 to contribute in the event of a winding up. The trust has availed itself of paragraph 3 (3) of schedule 4 of the Companies Act formats to reflect the special nature of the company's activities.

1.2 Incoming resources

Income received and billed in advance for school fees and school trips is held as deferred income within other creditors and is recognised in the appropriate accounting period.

1.3 Resources expended

The cost headings comprise expenditure, including staff costs, directly attributable to the activity. Where costs can not be directly attributed they have been allocated to activities on a basis consistent with the use of the resources.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land and buildings are stated at cost less depreciation. Freehold land and buildings are stated at valuation as at a revaluation date of 16 May 2007 and at cost in respect of subsequent expenditure. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land is not depreciated	
Freehold buildings	Straight line over 50 years
Improvements to freehold buildings	Straight line over 10 years
Fixtures, fittings & equipment	Straight line over 4 years
Motor vehicles	Straight line over 4 years

1.5 Leasing and hire purchase commitments

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease.

1.6 Stock

Stock is valued at the lower of cost and net realisable value.

1.7 Pensions

The pension costs charged in the accounts represent the contributions payable by the trust during the year. Contributions are paid to the Teachers' Pension Agency.

1.8 Accumulated funds

The trust has restricted funds relating to donations received for the acquisition of specific assets. These funds are being written off over the estimated useful lives of the assets.

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

2 Donations and legacies

	2010 £	2009 £
Donations and gifts	<u>2,081</u>	<u>250</u>

3 Investment income

	2010 £	2009 £
Rental income	8,530	9,138
Interest receivable	1,209	13,375
	<u>9,739</u>	<u>22,513</u>

4 Incoming resources from charitable activities

	2010 £	2009 £
Gross Fees	<u>3,871,783</u>	<u>3,424,010</u>

5 Other incoming resources

	2010 £	2009 £
Net gain on disposal of fixed assets	-	80
Other income	2,482	13,301
	<u>2,482</u>	<u>13,381</u>

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

6 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2010 £	Total 2009 £
Charitable activities					
<u>Provision of educational services</u>					
Activities undertaken directly	2,420,691	171,185	1,180,737	3,772,613	3,347,695
Governance costs	5,610	-	-	5,610	5,500
	<u>2,426,301</u>	<u>171,185</u>	<u>1,180,737</u>	<u>3,778,223</u>	<u>3,353,195</u>

Management and administration costs includes payments to the auditors of £7,755 (2009- £6,446) for audit fees and £nil (2009- £nil) for other services.

Other costs includes interest payable in respect of bank loans of £49,009 (2009: £52,873).

7 Governors

None of the Governors (or any persons connected with them) received any remuneration or reimbursed expenses during the year.

The charge in the accounts for public liability insurance, including Governors' liability, for the year is £3,825 (2009: £4,016).

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

8 Employees

Number of employees

The average monthly number of employees during the year was:

	2010	2009
	Number	Number
Direct charitable	81	82
Management and administration of the charity	14	12
	<u>95</u>	<u>94</u>

Employment costs

	2010	2009
	£	£
Wages and salaries	2,087,303	1,951,805
Social security costs	161,188	151,459
Other pension costs	177,810	161,799
	<u>2,426,301</u>	<u>2,265,063</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2010	2009
	Number	Number
Direct charitable	<u>1</u>	<u>1</u>

Of the employees whose emoluments exceed £60,000, one (2009: one) have retirement benefits accruing under defined benefit pension schemes.

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

9 Tangible fixed assets

	Land and buildings	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 September 2009	5,263,990	285,153	61,013	5,610,156
Additions	406,212	134,145	-	540,357
At 31 August 2010	5,670,202	419,298	61,013	6,150,513
Depreciation				
At 1 September 2009	243,211	170,335	44,780	458,326
Charge for the year	99,941	64,301	6,943	171,185
At 31 August 2010	343,152	234,636	51,723	629,511
Net book value				
At 31 August 2010	5,327,050	184,662	9,290	5,521,002
At 31 August 2009	5,020,779	114,818	16,233	5,151,830

Comparable historical cost for the land and buildings included at valuation:

	2010	2009
	£	£
Cost	3,182,757	2,776,545
Accumulated depreciation	497,267	397,327
At 31 August 2010	2,685,490	2,379,218

All other tangible fixed assets are stated at historical cost.

10 Debtors

	2010	2009
	£	£
Trade debtors	1,190,024	1,078,375
Other debtors	141,831	7,451
Prepayments and accrued income	34,782	12,193
	1,366,637	1,098,019

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

11 Creditors: amounts falling due within one year	2010	2009
	£	£
Bank loans	49,787	47,149
Trade creditors	151,560	79,891
Other creditors	1,416,286	1,109,837
Accruals	27,367	10,819
	<u>1,645,000</u>	<u>1,247,696</u>

Lloyds TSB Bank PLC hold first and second legal mortgages dated 10th February 1995 and 6th February 1998 over the freehold property. The total bank loans secured against the freehold property as at 31st August 2010 were £908,906 (2008: £713,094). The value of the freehold property as at 31st August 2010 was £5,327,050 (2009: £5,020,779). There were three loans in existence at 31st August 2010 repayable on a monthly basis and the following interest rates are applied: (i) base rate plus 2.75%; (ii) fixed at 7.18%; and (iii) fixed at 5.43%

12 Creditors: amounts falling due after more than one year	2010	2009
	£	£
Bank loans	859,119	665,945
Other creditors	255,550	175,845
	<u>1,114,669</u>	<u>841,790</u>

Analysis of loans

Not wholly repayable within five years by instalments:

	649,997	477,350
Wholly repayable within five years	258,909	235,744
	<u>908,906</u>	<u>713,094</u>
Included in current liabilities	(49,787)	(47,149)
	<u>859,119</u>	<u>665,945</u>

Loan maturity analysis

Debt due in one year or less	49,787	47,149
In more than one year but not more than two years	53,822	47,149
In more than two years but not more than five years	155,300	141,446
In more than five years	649,997	477,350
	<u>908,906</u>	<u>713,094</u>

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

13 Pension and other post-retirement benefit commitments

The School participates in the Teachers' Pension Scheme (England and Wales) ("the Scheme"), for its teaching staff. This is a multi-employer defined benefits pension scheme and it is not possible or appropriate to identify the assets and liabilities of the Scheme which are attributable to the School.

The latest actuarial valuation of the Scheme by the Government Actuary issued in October 2006 relating to the period 1 April 2001 to 31 March 2004 revealed that the total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) exceeded the value of the Scheme's assets (estimated future contributions together with the proceeds from the notional investments held at the valuation date) by 2.0%.

From 1 January 2007, and as part of the cost-sharing agreement between employers' and teachers' representatives, the standard contribution rate has been assessed at 19.75%, and the supplementary contribution rate has been assessed to be 0.75% (to balance the Scheme's assets and liabilities within 15 years as required by the regulations); a total contribution rate of 20.5%. This translates into an employer contribution rate of 14.1% and an employee contribution rate of 6.4%. The cost-sharing agreement has also introduced - effective for the first time for the 2008 evaluation - a 14% cap on employer contributions payable.

The pension charge for the year includes contributions payable to the Scheme of £177,810 (2009: £161,799).

14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 August 2010 are represented by:			
Tangible fixed assets	5,514,317	6,685	5,521,002
Current assets	1,869,905	-	1,869,905
Creditors: amounts falling due within one year	(1,645,000)	-	(1,645,000)
Creditors: amounts falling due after more than one year	(1,114,669)	-	(1,114,669)
	<u>4,624,553</u>	<u>6,685</u>	<u>4,631,238</u>

15 Net cash inflow from operating activities

	2010 £	2009 £
Reconciliation to changes in resources		
Changes in resources before revaluations	107,862	106,958
Depreciation of tangible fixed assets	171,185	146,535
Disposal of tangible fixed assets	-	19,999
Profit on disposal of intangible fixed assets	-	(80)
(Increase)/decrease in stocks	(5,983)	8,716
Increase in debtors	(268,618)	(31,855)
Increase in creditors	474,371	74,752
	<u>478,817</u>	<u>325,025</u>

CRANFORD HOUSE SCHOOL TRUST LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2010

16 Reconciliation of net cash flow to movement in net debt	2010	2009
	£	£
Increase in cash	134,272	65,018
New long term bank loan	(300,000)	-
Repayment of long term bank loan	104,188	40,099
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Movement in net debt	(61,540)	105,117
Net debt at 1 September 2009	(354,519)	(459,636)
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Net debt at 31 August 2010	(416,059)	(354,519)
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17 Analysis of net debt

	At 1 September 2009	Cash flow	Non-cash changes	At 31 August 2010
	£	£	£	£
Cash at bank and in hand	358,575	134,272	-	492,847
Debt due within one year	(47,149)	(195,812)	193,174	(49,787)
Debt due after one year	(665,945)	-	(193,174)	(859,119)
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	(354,519)	(61,540)	-	(416,059)
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18 Commitments under operating leases

At 31 August 2010 the company had annual commitments under non-cancellable operating leases for plant and equipment as follows:

	2010	2009
	£	£
Expiry date:		
Between two and five years	12,323	6,190
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