

EGERTON ROTHESAY

England & Wales · Charity number 1091089

Details

Status	Registered
Legal form	Charitable company
Company number	04301828
Registered	2002-03-13
Register	View on the Charity Commission register

Contact

Address	Trustee Durrants Lane Berkhamsted Hertfordshire HP4 3UJ
Phone	01442865275
Email	stephen.potts@eger-roth.co.uk

Activities

Objects: THE ADVANCEMENT OF EDUCATION IN THE UNITED KINGDOM AND ELSEWHERE (INCLUDING SOCIAL AND PHYSICAL TRAINING) OF PERSONS AND CHILDREN ATTENDING SCHOOLS COLLEGES OR OTHER PLACES OF EDUCATION IN WHICH RELIGIOUS INSTRUCTION IN ACCORDANCE WITH THE DOCTRINES AND PRINCIPLES OF THE PROTESTANT AND EVANGELICAL FAITH IS GIVEN.

Activities: Supports children within an independent school in Hertfordshire which specialises in assisting children who require additional support to meet their educational needs.

Classification

- **How:** Makes Grants To Organisations
- **What:** Education/training, Religious Activities, Amateur Sport
- **Who:** Children/young People

Geography

- **Area of benefit:** NATIONAL - UNITED KINGDOM
- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£5,996,906	£5,612,872	£3,854,084	161
2024-08-31	£5,615,045	£5,472,987	£3,445,692	159
2023-08-31	£5,366,873	£5,061,513	£3,265,320	150
2022-08-31	£5,133,408	£5,090,535	£3,003,116	151
2021-08-31	£5,223,722	£4,854,848	£2,985,574	151
2020-08-31	£5,276,754	£4,846,916	£2,563,160	150

Trustees

Name	Role	Appointed
JONATHAN COOKE	Chair	
Bethany Louise Lewis		2024-09-21
Eleanor Margaret Margesson		2024-07-01
Sir Jeremy Cooke		2016-12-16
Stephen East		2001-10-24
Stephen John East		

EGERTON ROTHESAY

England & Wales - Charity number 1091089

Accounts

Charity registration number 1091089 (England and Wales)

Company registration number 4301828

EGERTON ROTHESAY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025

EGERTON ROTHESAY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Jonathan Cooke (Chairman) Sir Jeremy Cooke Mr Stephen East Ms Eleanor Margesson Ms Bethany Lewis	(Appointed 21 September 2024)
Secretary	Ms Sarah Vest	
Charity number	1091089	
Company number	4301828	
Registered office	Egerton Rothesay School Durrants Lane Berkhamsted Hertfordshire United Kingdom HP4 3UJ	
Auditor	Azets Westpoint Lynch Wood Peterborough Cambridgeshire United Kingdom PE2 6FZ	
Bankers	Barclays Bank The Dacorum Group 11 Bank Court Hemel Hempstead Herts HP1 1BX	
Investment managers	JM Finn & Co 25 Copthall Ave London EC2R 5TA	

EGERTON ROTHESAY

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EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2025

The Trustees present their annual report and financial statements for the year ended 31 August 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects for which Egerton Rothesay is established are:-

- (i) To further the education of children attending Egerton Rothesay School.
- (ii) The advancement of education in the United Kingdom and elsewhere (including social and physical training) of persons and children attending schools, colleges or other places of education in which religious instruction in accordance with the doctrines and principles of the Protestant and evangelical faith is given.

The Charity does not undertake fundraising.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Egerton-Rothesay School Limited

Egerton-Rothesay School Limited is a wholly owned subsidiary of the Charity. It is managed by a Board of Directors which includes Mr Stephen East who represents the Charity.

Review of Development, Activities and Achievements

The School continues to carry into effect the charitable objectives of the Trust.

The School continues to build on its proven ability to provide an educational environment where pupils who need additional support can achieve their potential.

The School's focus is being build around the following key strands of activity:

- Providing an exciting, relevant and supported educational experience.
- For students who have found, or might find, it difficult to make progress and succeed within another school where there is inadequate provision for their specific needs.
- To make a unique and excellent contribution into the life of each child ensuring that they can be supported in the way that they personally need to maximise their individual learning potential.
- Provide an environment offering exceptional pastoral care and spiritual development based on and informed by the School's Christian ethos.

With this focus we continue to draw children from a wide area - made possible by our 7-route bus service and to also act as specialist education provider to 10 Local Authorities who pay full fees for 141, part fees for 1 and no part of the fees for 9 children with EHCP's so they can attend Egerton Rothesay School.

As we are now well established in the SEN market both on the open market with private fee paying parents and local authorities, the need for Open days has reduced amounting to one possibly two per year.

The average number of pupils for the year was 158.

The school has continued to develop its links to the local Christian community as part of its own ministry. We intend to build further network links with both ministers and youth activities in the area both for the benefit of our own children and to enable them to make a contribution for others.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

Future developments

The Trustees are keeping the current activities and objectives under review and are looking at opportunities to further the objects of the Charity, in particular in relation to the School, but will also generally examine opportunities as and when they arise.

Financial review

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited and these are reviewed in further detail overleaf. The School continued to implement the conclusions from a review of how its activities should be focused going forward. The Trustees continue to support the changes to the School's operations. Continued plans are in place to ensure that the School has sufficient resources available to finance its operations through the period of change.

The School made a profit after tax before donations to the charity of £415,312, which is higher than the profit in the previous year of £184,194.

During the year the Charity received a distribution from its subsidiary of £216,417 (2024: £275,000) and donations from parents including gift aid of £9,579 (2024 - £8,364).

At the year end date the funds of the Charity consisted of unrestricted funds of £2,832,994 (2024 - £2,623,497) and restricted funds of £nil (2024 - £nil) giving total funds of £2,832,994 (2024 - £2,623,497).

At the year end date the funds of the Group consisted of unrestricted funds of £3,854,084 (2024 - £3,445,692) and restricted funds of £nil (2024 - £nil) giving total funds of £3,854,084 (2024 - £3,445,692).

It is the policy of Egerton Rothesay to hold reserves in unrestricted funds that have not yet been committed or designated for any particular purpose. The Trustees have retained these reserves in order to provide a sound financial base for the charity as part of a policy of good financial management practice.

Having considered the medium term requirements of the Charity, a further £200,000 was invested in a portfolio of investments created for the Charity by J M Finn & Co Limited in previous years. The remainder of the Charity's funds are retained on deposit. The Trustees continue to keep the needs and objectives of the Charity under regular review.

The Trustees has assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. Risk management in relation to the operation of the School are governed by its own risk management policies and procedures overseen by its Board of Trustees.

Structure, governance and management

The Trustees are selected and appointed in accordance with the Articles of Egerton Rothesay.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr Jonathan Cooke (Chairman)

Sir Jeremy Cooke

Mr Stephen East

Ms Eleanor Margesson

Ms Bethany Lewis

(Appointed 21 September 2024)

Three of the Trustees each have a long association with Egerton-Rothesay School Limited and interest in its work. Having reviewed the charity's needs they were pleased to welcome Eleanor and Beth as additional Trustees. Together they bring a range of skills to their role as Trustees and review the skills necessary for performance of their duties and any training requirements at least annually. They believe they have available to them the skills necessary to enable the Charity to satisfy its objectives.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

Organisational Structure

Egerton Rothesay is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the charity. The Trustees carry the ultimate responsibility for the conduct of the charitable company and for ensuring that the charity satisfies its legal and contractual obligations.

Trustees meet bi-annually and produce formal minutes of the meeting and delegate day-to-day operation of the organisation to senior management. The Trustee Board is independent from management. The Directors of Egerton-Rothesay School Limited meet quarterly and produce formal minutes of the meeting. During the meetings the budget and school performance is reviewed.

Trustees' Interests

The Charity is a company limited by guarantee, having no share capital, with all the Trustees being members of the company. The liability of the members is limited to £1 each in the event of winding up the company.

Charitable Status

Egerton Rothesay is incorporated as a charitable company limited by guarantee (charity number 1091089, company number 4301828) and is governed by its Memorandum and Articles of Association.

Auditor

In accordance with the company's articles, a resolution proposing that Azets be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

Stephen East

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Mr Stephen East

Trustee

Dated: 08/05/2026.....

EGERTON ROTHESAY

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 AUGUST 2025

The Trustees, who are also the directors of Egerton Rothesay for the purpose of company law, are responsible for preparing the Trustees' Report 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 Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

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

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EGERTON ROTHESAY

Opinion

We have audited the financial statements of Egerton Rothesay (the 'Charity') for the year ended 31 August 2025 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2025 and of its incoming resources and application of resources, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

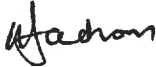
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets

13.6.2026

Chartered Accountants
Statutory Auditor

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
PE2 6FZ

Azets is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

EGERTON ROTHESAY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2025

Group		Unrestricted funds 2025 £	Unrestricted funds 2024 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	9,579	8,364
Other trading activities	4	5,969,641	5,591,586
Investments	5	17,686	15,095
Total income		<u>5,996,906</u>	<u>5,615,045</u>
<u>Expenditure on:</u>			
Other trading activities	6	5,559,567	5,394,163
Charitable activities	7	58,449	65,513
Interest payable		6,480	8,185
Tax expense		(11,624)	5,126
Total resources expended		<u>5,612,872</u>	<u>5,472,987</u>
Net gains/(losses) on investments	12	<u>24,358</u>	<u>38,314</u>
Net movement in funds		408,392	180,372
Fund balances at 1 September 2024		<u>3,445,692</u>	<u>3,265,320</u>
Fund balances at 31 August 2025		<u><u>3,854,084</u></u>	<u><u>3,445,692</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

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

EGERTON ROTHESAY

CONSOLIDATED BALANCE SHEET

AS AT 31 AUGUST 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	13		2,036,842		2,152,932
Investments	14		764,989		531,411
			<u>2,801,831</u>		<u>2,684,343</u>
Current assets					
Debtors	16	34,618		13,221	
Cash at bank and in hand		2,987,702		2,183,224	
		<u>3,022,320</u>		<u>2,196,445</u>	
Creditors: amounts falling due within one year	18	(1,830,433)		(1,251,443)	
Net current assets			<u>1,191,887</u>		<u>945,002</u>
Total assets less current liabilities			<u>3,993,718</u>		<u>3,629,345</u>
Creditors: amounts falling due after more than one year	19		(83,677)		(116,072)
Provisions for liabilities			<u>(55,957)</u>		<u>(67,581)</u>
Net assets			<u>3,854,084</u>		<u>3,445,692</u>
Income funds					
Unrestricted funds			<u>3,854,084</u>		<u>3,445,692</u>
			<u>3,854,084</u>		<u>3,445,692</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 08/05/2026.....

Stephen East

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Mr Stephen East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

BALANCE SHEET

AS AT 31 AUGUST 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Investments	14		1,512,830		1,279,252
Current assets					
Debtors	16	6,182		5,373	
Cash at bank and in hand		1,334,042		1,354,092	
		<u>1,340,224</u>		<u>1,359,465</u>	
Creditors: amounts falling due within one year	18	(20,060)		(15,220)	
Net current assets			<u>1,320,164</u>		<u>1,344,245</u>
Total assets less current liabilities			<u>2,832,994</u>		<u>2,623,497</u>
Income funds					
Unrestricted funds			<u>2,832,994</u>		<u>2,623,497</u>
			<u>2,832,994</u>		<u>2,623,497</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 08/05/2026.....

Stephen East

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Mr Stephen East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2025

1 Accounting policies

Charity information

Egerton Rothesay is a private company limited by guarantee incorporated in England and Wales. The registered office is Egerton Rothesay School, Durrants Lane, Berkhamsted, Hertfordshire, HP4 3UJ, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements. Further, forecasts and business plans have been prepared which provide comfort that the Group and Charity will continue to trade in the foreseeable future.

1.3 Charitable funds

General unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Restricted funds represent funds which have been donated to the Group for a specific purpose.

1.4 Income

Voluntary income represents donations received by the charity, and are accounted for when received.

Investment income represents bank interest receivable.

Other trading activities represents amounts receivable for school fees and similar income plus other operating income of the subsidiary Egerton-Rothesay School Limited. Revenue from school fees and similar income is recognised in the term in which the services are provided and when:

- the amount of revenue can be measured reliably; and
- it is probable that the company will receive the consideration due.

Revenue is deferred where received in advance of the service.

1.5 Expenditure

Expenditure is recognised on an accruals basis and when there is a legal or constructive obligation to do so.

Charitable activities represents the legal, professional and other costs of running the charity.

Other trading activities are those costs incurred by the trading activity of the subsidiary Egerton-Rothesay School Limited.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

1 Accounting policies (Continued)

1.6 Tangible fixed assets

All assets costing £500 or more are capitalised and depreciated.

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	3 to 8 years straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Investments for the charity are stated at market value. Realised and unrealised gains and losses on investments are recognised in the Statement of Financial Activities.

1.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2025

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

Egerton Rothesay is a charitable company and does not carry out activity that would be subject to corporation tax.

Egerton-Rothesay School Limited, a subsidiary of Egerton Rothesay, is subject to corporation tax.

1.12 Retirement benefits

The Company operates defined contribution plans for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

1.13 Distributions

Distributions to the charity from the subsidiary are recognised when they are paid. Distributions are eliminated on consolidation.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

3 Donations and legacies

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Donations from parents including gift aid	9,579	8,364	9,579	8,364
Distributions from subsidiary	216,417	275,000	-	-
	<u>225,996</u>	<u>283,364</u>	<u>9,579</u>	<u>8,364</u>

4 Other trading activities

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
School fees and similar income	-	-	5,969,641	5,591,586
	<u>-</u>	<u>-</u>	<u>5,969,641</u>	<u>5,591,586</u>

5 Investments

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Interest receivable	17,593	15,013	17,686	15,095
	<u>17,593</u>	<u>15,013</u>	<u>17,686</u>	<u>15,095</u>

6 Raising funds

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
<u>Trading costs</u>	-	-	5,559,567	5,394,163
School expenditure	-	-	5,559,567	5,394,163
	<u>-</u>	<u>-</u>	<u>5,559,567</u>	<u>5,394,163</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

9 Employees

(Continued)

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

	2025 Number	2024 Number
£70,001 - £80,000	1	1

The key management personnel of the Group are deemed by the Trustees to be the members of the 'Management and Leadership Team'. During the year there were 13 members (2024 - 13 members) and their total remuneration was £664,601 (2024 - £647,961). This includes pension contributions of £97,381 (2024 - £104,704).

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

11 Auditor's remuneration

	2025 £	2024 £
Fees payable to the charity's auditor and associates:		
For audit services		
Audit of the financial statements of the charity	13,400	12,550
For other services		
All other non-audit services	4,140	3,875

12 Net gains/(losses) on investments

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Realised gain/(loss) on investment	27,068	(4,908)	27,068	(4,908)
Unrealised gain/(loss) on investment	(2,710)	43,222	(2,710)	43,222
	24,358	38,314	24,358	38,314

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

13 Tangible fixed assets

Group only	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 September 2024	2,675,839	799,166	3,475,005
Additions	-	14,314	14,314
At 31 August 2025	2,675,839	813,480	3,489,319
Depreciation and impairment			
At 1 September 2024	839,916	482,157	1,322,073
Depreciation charged in the year	52,549	77,855	130,404
At 31 August 2025	892,465	560,012	1,452,477
Carrying amount			
At 31 August 2025	1,783,374	253,468	2,036,842
At 31 August 2024	1,835,923	317,009	2,152,932

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2025

14 Fixed asset investments

Charity and Group	Listed investments £
Cost or valuation	
At 1 September 2024	531,411
Additions	228,171
Valuation changes	30,294
Disposals	(24,887)
	<hr/>
At 31 August 2025	764,989
	<hr/>
Carrying amount	
At 31 August 2025	764,989
	<hr/> <hr/>
At 31 August 2024	531,411
	<hr/> <hr/>
 Subsidiary undertaking	 Charity £
	Group £
Cost	
At 31 August 2024 and 31 August 2025	747,841
	<hr/> <hr/>

In the opinion of the Trustees, the aggregate value of the Charity's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Company	Company number	Shares held Class	%
Egerton-Rothesay School Limited	02226604	Ordinary	100

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited. The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Income £	Expenditure £	Profit for the year £
Egerton-Rothesay School Limited	1,768,931	5,969,732	5,554,420	415,312
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The registered office of the subsidiary is the same as for the Charity.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2025

15 Financial instruments

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Carrying amount of financial assets				
Listed investments	764,989	531,411	764,989	531,411
Cash and cash equivalents	1,334,042	1,354,092	2,987,702	2,183,224
	<u>2,099,031</u>	<u>1,885,503</u>	<u>3,752,691</u>	<u>2,714,635</u>
Carrying amount of financial liabilities				
Trade creditors	-	-	49,440	53,840
Other creditors	-	-	47,988	68,412
Accruals	20,060	15,220	33,650	27,770
Borrowings	-	-	115,265	146,031
	<u>20,060</u>	<u>15,220</u>	<u>246,343</u>	<u>296,053</u>

16 Debtors

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Amounts falling due within one year:				
Trade debtors	-	-	13,033	-
Other debtors	6,182	5,373	15,817	10,629
Prepayments and accrued income	-	-	5,768	2,592
	<u>6,182</u>	<u>5,373</u>	<u>34,618</u>	<u>13,221</u>

17 Loans and overdrafts

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Bank loans	-	-	22,894	33,936
Other loans	-	-	92,371	112,095
	<u>-</u>	<u>-</u>	<u>115,265</u>	<u>146,031</u>
Payable within one year	-	-	31,588	29,959
Payable after one year	-	-	83,677	116,072

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2025

17 Creditors: amounts falling due within one year

	Notes	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Bank loans	17	-	-	10,220	9,413
Other borrowings		-	-	21,368	20,546
Taxation and social security		-	-	440,306	60,871
Payments received on account		-	-	1,227,461	1,010,591
Trade creditors		-	-	49,440	53,840
Other creditors		-	-	47,988	68,412
Accruals and deferred income		20,060	15,220	33,650	27,770
		<u>20,060</u>	<u>15,220</u>	<u>1,830,433</u>	<u>1,251,443</u>

Included in group other creditors is pension contributions payable of £47,988 (2024 - £68,412).

18 Creditors: amounts falling due after more than one year

	Notes	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
Bank loans	17	-	-	12,674	24,523
Other borrowings		-	-	71,003	91,549
		<u>-</u>	<u>-</u>	<u>83,677</u>	<u>116,072</u>

Secured loans

Banking facilities are secured by the first legal charge over the site at Durrants Lane, Berkhamsted, Herts, HP4 3UJ.

Interest on bank loans is paid at 2.25% above the base rate.

In 2013 a secured loan facility was taken out for £300,000 in order to acquire the Woods Building which was previously rented. The year end balance is shown above within other borrowings and is secured by way of a second legal charge over the Durrants Lane site.

Interest on other loans is paid at 4%.

19 Provisions for deferred taxation

	Charity 2025 £	Charity 2024 £	Group 2025 £	Group 2024 £
At beginning of the year	-	-	67,581	62,455
Charge for the year	-	-	(11,624)	5,126
	<u>-</u>	<u>-</u>	<u>55,957</u>	<u>67,581</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2025

21 Retirement benefit schemes

Defined contribution schemes

The group operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund.

The pension cost charge represents contributions payable by the group and amounted to £580,679 (2024 - £122,643) in relation to defined contribution schemes.

Defined benefit schemes

The group contributed to a defined benefit multi-employer pension scheme, the Teachers Pension Scheme (TPS). This is an aggregate of the pre 2015 scheme and the 2015 scheme. Contributions to the scheme were determined on the basis of quadrennial actuarial valuations carried out by the Government Actuary. The latest actuarial valuation of the TPS was carried out as at 31 March 2020. This sets out the contribution rates for the implementation period (1 April 2024 to 31 March 2027).

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 28.68% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £262,000 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £222,200 million giving a notional past service deficit of £39,800 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The contributions during the year totalled £Nil (2024 - £347,875).

A copy of the valuation report and supporting documentation is on the Teachers' Pension website.

Under the definitions set out in FRS102, the TPS is an unfunded multi-employer pension scheme. The group has recognised contributions to the scheme as if it were a defined contribution scheme.

Contributions totalling £Nil (2024 - £30,355) were payable in respect of pensions at the year end and are included in other creditors.

The School exited the Teachers' Pension Scheme on 31 August 2024, staff who were members of the scheme were transferred to a defined contribution scheme.

22 Analysis of net assets between funds

	Unrestricted funds 2025 £
At 31 August 2025:	
Tangible assets	2,036,842
Investments	764,989
Current assets/(liabilities)	1,191,887
Long term liabilities	(83,677)
Provisions	(55,957)
	<hr/>
	3,854,084
	<hr/> <hr/>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2025

22 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2024 £
At 31 August 2024:	
Tangible assets	2,152,932
Investments	531,411
Current assets/(liabilities)	945,002
Long term liabilities	(116,072)
Provisions	(67,581)
	<u>3,445,692</u>

23 Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

The loan taken out to purchase the previously rented Woods building is provided by Pact Holdings Limited as trustee of God Save Britain Crusade (registered charity number 262703). Mr J C Cooke and Mr S J East are directors of Pact Holdings Limited. The loan was for £300,000. The loan amount outstanding at the year end was £92,371 (2024 - £112,905)

David Vesey, Director of Egerton-Rothesay School Limited, operates as Marshall Lucas. During the year, the charity purchased services in the ordinary course of business from Marshall Lucas amounting to £12,500 (2024 - £20,000).

Cherry Martin was appointed as Director of Egerton-Rothesay School Limited on 1 January 2023 and since this date has provided consultancy services to the Charity amounting to £22,800 (2024 - £20,400).

24 Analysis of changes in net funds

	At 1 September 2024 £	Cash flows £	At 31 August 2025 £
Cash at bank and in hand	2,183,224	804,478	2,987,702
Loans falling due within one year	(29,959)	(1,629)	(31,588)
Loans falling due after more than one year	(116,072)	32,395	(83,677)
	<u>2,037,193</u>	<u>835,244</u>	<u>2,872,437</u>

EGERTON ROTHESAY

England & Wales - Charity number 1091089

Accounts

Charity registration number 1091089

Company registration number 4301828 (England and Wales)

EGERTON ROTHESAY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024

EGERTON ROTHESAY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Jonathan Cooke (Chairman) Sir Jeremy Cooke Mr Stephen East Ms Eleanor Margesson Ms Bethany Lewis	(Appointed 1 July 2024) (Appointed 21 September 2024)
Secretary	Ms Sarah Vest	
Charity number	1091089	
Company number	4301828	
Registered office	Egerton Rothesay School Durrants Lane Berkhamsted Hertfordshire United Kingdom HP4 3UJ	
Auditor	Azets Westpoint Lynch Wood Peterborough Cambridgeshire United Kingdom PE2 6FZ	
Bankers	Barclays Bank The Dacorum Group 11 Bank Court Hemel Hempstead Herts HP1 1BX	
Investment managers	JM Finn & Co 25 Cophall Ave London EC2R 5TA	

EGERTON ROTHESAY

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EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2024

The Trustees present their annual report and financial statements for the year ended 31 August 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects for which Egerton Rothesay is established are:-

- (i) To further the education of children attending Egerton Rothesay School.
- (ii) The advancement of education in the United Kingdom and elsewhere (including social and physical training) of persons and children attending schools, colleges or other places of education in which religious instruction in accordance with the doctrines and principles of the Protestant and evangelical faith is given.

The Charity does not undertake fundraising.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Egerton-Rothesay School Limited

Egerton-Rothesay School Limited is a wholly owned subsidiary of the Charity. It is managed by a Board of Directors which includes Mr Stephen East who represents the Charity.

Review of Development, Activities and Achievements

The School continues to carry into effect the charitable objectives of the Trust.

The School having consolidated its operations on to one site continues to build on its proven ability to provide and educational environment where pupils who need additional support can achieve their potential.

The School's focus is being build around the following key strands of activity:

- Providing an exciting, relevant and supported educational experience.
- For students who have found, or might find, it difficult to make progress and succeed within another school where there is inadequate provision for their specific needs.
- To make a unique and excellent contribution into the life of each child ensuring that they can be supported in the way that they personally need to maximise their individual learning potential.
- Provide an environment offering exceptional pastoral care and spiritual development based on and informed by the School's Christian ethos.

With this focus we continue to draw children from a wide area - made possible by our 7-route bus service and to also act as specialist education provider to 12 Local Authorities who pay full fees for 139, part fees for 2 and no part of the fees for 7 children with EHCP's so they can attend Egerton Rothesay School.

As we are now well established in the SEN market both on the open market with private fee paying parents and local authorities, the need for Open days has reduced amounting to one possibly two per year.

The average number of pupils for the year was 159.

The school has continued to develop its links to the local Christian community as part of its own ministry. We intend to build further network links with both ministers and youth activities in the area both for the benefit of our own children and to enable them to make a contribution for others.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

Future developments

The Trustees are keeping the current activities and objectives under review and are looking at opportunities to further the objects of the Charity, in particular in relation to the School, but will also generally examine opportunities as and when they arise.

Financial review

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited and these are reviewed in further detail overleaf. The School continued to implement the conclusions from a review of how its activities should be focused going forward. The Trustees continue to support the changes to the School's operations. Continued plans are in place to ensure that the School has sufficient resources available to finance its operations through the period of change.

The School made a profit after tax before donations to the charity of £184,194, which is lower than the profit in the previous year of £317,832.

During the year the Charity received a distribution from its subsidiary of £275,000 (2023: £189,389) and donations from parents including gift aid of £8,364 (2023 - £9,226).

At the year end date the funds of the Charity consisted of unrestricted funds of £2,623,497 (2023 - £2,352,319) and restricted funds of £nil (2023 - £nil) giving total funds of £2,623,497 (2023 - £2,352,319).

At the year end date the funds of the Group consisted of unrestricted funds of £3,445,692 (2023 - £3,265,320) and restricted funds of £nil (2023 - £nil) giving total funds of £3,445,692 (2023 - £3,265,320).

It is the policy of Egerton Rothesay to hold reserves in unrestricted funds that have not yet been committed or designated for any particular purpose. The Trustees have retained these reserves in order to provide a sound financial base for the charity as part of a policy of good financial management practice.

Having considered the medium term requirements of the Charity £500,000 was invested in a portfolio of investments created for the Charity by J M Finn & Co Limited in previous years. The remainder of the Charity's funds are retained on deposit. The Trustees continue to keep the needs and objectives of the Charity under regular review.

The Trustees has assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. Risk management in relation to the operation of the School are governed by its own risk management policies and procedures overseen by its Board of Trustees.

On 29 July 2024, the government announced that, as of 1 January 2025, all education, boarding, and vocational training provided for a charge by a private school in the UK will be subject to VAT at the standard rate of 20%. The School has sought professional advice regarding this change and do not believe that it will have a material effect. Changes to national insurance contributions also take effect from April 2025 and this will increase the operating costs of the school significantly.

Structure, governance and management

The Trustees are selected and appointed in accordance with the Articles of Egerton Rothesay.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr Jonathan Cooke (Chairman)

Sir Jeremy Cooke

Mr Stephen East

Ms Eleanor Margesson

Ms Bethany Lewis

(Appointed 1 July 2024)

(Appointed 21 September 2024)

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

Three of the Trustees each have a long association with Egerton-Rothesay School Limited and interest in its work. Having reviewed the charity's needs they were pleased to welcome Eleanor and Beth as additional Trustees. Together they bring a range of skills to their role as Trustees and review the skills necessary for performance of their duties and any training requirements at least annually. They believe they have available to them the skills necessary to enable the Charity to satisfy its objectives.

Organisational Structure

Egerton Rothesay is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the charity. The Trustees carry the ultimate responsibility for the conduct of the charitable company and for ensuring that the charity satisfies its legal and contractual obligations.

Trustees meet bi-annually and produce formal minutes of the meeting and delegate day-to-day operation of the organisation to senior management. The Trustee Board is independent from management. The Directors of Egerton-Rothesay School Limited meet quarterly and produce formal minutes of the meeting. During the meetings the budget and school performance is reviewed.

Trustees' Interests

The Charity is a company limited by guarantee, having no share capital, with all the Trustees being members of the company. The liability of the members is limited to £1 each in the event of winding up the company.

Charitable Status

Egerton Rothesay is incorporated as a charitable company limited by guarantee (charity number 1091089, company number 4301828) and is governed by its Memorandum and Articles of Association.

Auditor

In accordance with the company's articles, a resolution proposing that Azets be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

Mr Stephen East

Trustee

Dated: 2 May 2025

EGERTON ROTHESAY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2024

The Trustees, who are also the directors of Egerton Rothesay for the purpose of company law, are responsible for preparing the Trustees' Report 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 Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees 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 financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

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

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EGERTON ROTHESAY

Opinion

We have audited the financial statements of Egerton Rothesay (the 'Charity') for the year ended 31 August 2024 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2024 and of its incoming resources and application of resources, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets**

2 May 2025

**Chartered Accountants
Statutory Auditor**

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
PE2 6FZ

Azets is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

EGERTON ROTHESAY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2024

Group		Unrestricted funds 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes				
Income from:					
Donations and legacies	3	8,364	9,226	-	9,226
Other trading activities	4	5,591,586	5,343,074	-	5,343,074
Investments	5	15,095	14,573	-	14,573
Total income		5,615,045	5,366,873	-	5,366,873
Expenditure on:					
Other trading activities	6	5,394,163	4,995,122	-	4,995,122
Charitable activities	7	65,513	32,468	3,710	36,178
Interest payable		8,185	24,080	-	24,080
Tax expense		5,126	6,133	-	6,133
Total resources expended		5,472,987	5,057,803	3,710	5,061,513
Net gains/(losses) on investments	11	38,314	(43,156)	-	(43,156)
Net movement in funds		180,372	265,914	(3,710)	262,204
Fund balances at 1 September 2023		3,265,320	2,999,406	3,710	3,003,116
Fund balances at 31 August 2024		3,445,692	3,265,320	-	3,265,320

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

EGERTON ROTHESAY

CONSOLIDATED BALANCE SHEET

AS AT 31 AUGUST 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	12	2,152,932		2,172,256	
Investments	13	531,411		491,905	
		<u>2,684,343</u>		<u>2,664,161</u>	
Current assets					
Debtors	15	13,221		22,544	
Cash at bank and in hand		2,183,224		1,476,342	
		<u>2,196,445</u>		<u>1,498,886</u>	
Creditors: amounts falling due within one year	17	<u>(1,251,443)</u>		<u>(688,796)</u>	
Net current assets			945,002		810,090
Total assets less current liabilities			3,629,345		3,474,251
Creditors: amounts falling due after more than one year	18		(116,072)		(146,476)
Provisions for liabilities			<u>(67,581)</u>		<u>(62,455)</u>
Net assets			<u>3,445,692</u>		<u>3,265,320</u>
Income funds					
Unrestricted funds			3,445,692		3,265,320
			<u>3,445,692</u>		<u>3,265,320</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2024, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 2 May 2025

Mr Stephen East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

BALANCE SHEET

AS AT 31 AUGUST 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Investments	13		1,279,252		1,239,746
Current assets					
Debtors	15	5,373		591	
Cash at bank and in hand		1,354,092		1,118,822	
		<u>1,359,465</u>		<u>1,119,413</u>	
Creditors: amounts falling due within one year	17	<u>(15,220)</u>		<u>(6,840)</u>	
Net current assets			<u>1,344,245</u>		<u>1,112,573</u>
Total assets less current liabilities			<u>2,623,497</u>		<u>2,352,319</u>
Income funds					
Unrestricted funds			<u>2,623,497</u>		<u>2,352,319</u>
			<u>2,623,497</u>		<u>2,352,319</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2024, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 2 May 2025

Mr Stephen East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2024

1 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2 Accounting policies

Charity information

Egerton Rothesay is a private company limited by guarantee incorporated in England and Wales. The registered office is Egerton Rothesay School, Durrants Lane, Berkhamsted, Hertfordshire, HP4 3UJ, United Kingdom.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

2.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements. Further, forecasts and business plans have been prepared which provide comfort that the Group and Charity will continue to trade in the foreseeable future.

2.3 Charitable funds

General unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Restricted funds represent funds which have been donated to the Group for a specific purpose.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2024

2 Accounting policies

(Continued)

2.4 Income

Voluntary income represents donations received by the charity, and are accounted for when received.

Investment income represents bank interest receivable.

Other trading activities represents amounts receivable for school fees and similar income plus other operating income of the subsidiary Egerton-Rothesay School Limited. Revenue from school fees and similar income is recognised in the term in which the services are provided and when:

- the amount of revenue can be measured reliably; and
- it is probable that the company will receive the consideration due.

Revenue is deferred where received in advance of the service.

2.5 Expenditure

Expenditure is recognised on an accruals basis and when there is a legal or constructive obligation to do so.

Charitable activities represents the legal, professional and other costs of running the charity.

Other trading activities are those costs incurred by the trading activity of the subsidiary Egerton-Rothesay School Limited.

2.6 Tangible fixed assets

All assets costing £500 or more are capitalised and depreciated.

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	3 to 8 years straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 Fixed asset investments

Investments for the charity are stated at market value. Realised and unrealised gains and losses on investments are recognised in the Statement of Financial Activities.

2.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

2.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

2 Accounting policies

(Continued)

2.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

2.11 Taxation

Egerton Rothesay is a charitable company and does not carry out activity that would be subject to corporation tax.

Egerton-Rothesay School Limited, a subsidiary of Egerton Rothesay, is subject to corporation tax.

2.12 Retirement benefits

The Company operates defined contribution plans for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.13 Distributions

Distributions to the charity from the subsidiary are recognised when they are paid. Distributions are eliminated on consolidation.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

3 Donations and legacies

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Donations from parents including gift aid	8,364	9,226	8,364	9,226
Distributions from subsidiary	275,000	189,398	-	-
	<u>283,364</u>	<u>198,624</u>	<u>8,364</u>	<u>9,226</u>

4 Other trading activities

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
School fees and similar income	-	-	5,591,586	5,343,074
	<u>-</u>	<u>-</u>	<u>5,591,586</u>	<u>5,343,074</u>

5 Investments

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Interest receivable	15,013	14,480	15,095	14,573
	<u>15,013</u>	<u>14,480</u>	<u>15,095</u>	<u>14,573</u>

6 Raising funds

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
<u>Trading costs</u>				
School expenditure	-	-	5,394,163	4,995,122
	<u>-</u>	<u>-</u>	<u>5,394,163</u>	<u>4,995,122</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

7 Charitable activities

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Legal and professional fees	51,694	28,542	51,694	28,542
Investment management fees	13,819	7,636	13,819	7,636
	<u>65,513</u>	<u>36,178</u>	<u>65,513</u>	<u>36,178</u>
Analysis by fund				
Unrestricted funds	65,513	32,468	65,513	32,468
Restricted funds	-	3,710	-	3,710
	<u>-</u>	<u>3,710</u>	<u>-</u>	<u>3,710</u>

Included in legal and professional fees is £20,000 (2023 - £nil) which relates to services purchased from Marshall Lucas for the year. They have been disclosed as a related party transaction in note 23.

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

9 Employees

The average monthly number of employees during the year was:

	Charity 2024	Charity 2023	Group 2024	Group 2023
Average number of Trustees	5	3	5	3
Average number of employees	-	-	159	150
	<u>5</u>	<u>3</u>	<u>164</u>	<u>153</u>
	<u>-</u>	<u>-</u>	<u>4,119,928</u>	<u>3,743,587</u>
Wages and salaries	-	-	3,279,029	2,982,610
Social security costs	-	-	272,254	250,506
Other pension costs	-	-	568,645	510,471
	<u>-</u>	<u>-</u>	<u>4,119,928</u>	<u>3,743,587</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

9 Employees

(Continued)

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

	2024 Number	2023 Number
£60,001 - £70,000	-	1
£70,001 - £80,000	1	1
	<u> </u>	<u> </u>

The key management personnel of the Group are deemed by the Trustees to be the members of the 'Management and Leadership Team'. During the year there were 13 members (2023 - 12 members) and their total remuneration was £647,961 (2023 - £608,499). This includes pension contributions of £104,704 (2023 - £96,400).

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Net gains/(losses) on investments

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Realised gain/(loss) on investment	(4,908)	(10,567)	(4,908)	(10,567)
Unrealised gain/(loss) on investment	43,222	(32,589)	43,222	(32,589)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	38,314	(43,156)	38,314	(43,156)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

12 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Total
Group only	£	£	£
Cost			
At 1 September 2023	2,675,839	1,122,450	3,798,289
Additions	-	88,830	88,830
Disposals	-	(412,114)	(412,114)
At 31 August 2024	2,675,839	799,166	3,475,005
Depreciation and impairment			
At 1 September 2023	787,367	838,666	1,626,033
Depreciation charged in the year	52,549	55,605	108,154
Eliminated in respect of disposals	-	(412,114)	(412,114)
At 31 August 2024	839,916	482,157	1,322,073
Carrying amount			
At 31 August 2024	1,835,923	317,009	2,152,932
At 31 August 2023	1,888,472	283,784	2,172,256

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

13 Fixed asset investments

Charity and Group	Listed investments £
Cost or valuation	
At 1 September 2023	491,905
Additions	46,682
Valuation changes	42,575
Disposals	(49,751)
	531,411
Carrying amount	
At 31 August 2024	531,411
	491,905
	491,905
 Subsidiary undertaking	 Charity Group
	£ £
Cost	
At 31 August 2023 and 31 August 2024	747,841 -
	747,841 -

In the opinion of the Trustees, the aggregate value of the Charity's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Company	Company number	Shares held	
		Class	%
Egerton-Rothesay School Limited	02226604	Ordinary	100

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited. The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Income	Expenditure	Profit for the year
	£	£	£	£
Egerton-Rothesay School Limited	1,558,313	5,596,214	5,412,020	184,194
	1,558,313	5,596,214	5,412,020	184,194

The registered office of the subsidiary is the same as for the Charity.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

14 Financial instruments

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Carrying amount of financial assets				
Listed investments	531,411	491,905	531,411	491,905
Cash and cash equivalents	1,354,092	1,118,822	2,183,224	1,476,342
	<u>1,885,503</u>	<u>1,610,727</u>	<u>2,714,635</u>	<u>1,968,247</u>
Carrying amount of financial liabilities				
Trade creditors	-	-	53,840	53,253
Other creditors	-	1,620	68,412	45,900
Accruals	15,220	5,220	27,770	68,963
Borrowings	-	-	146,031	175,200
	<u>15,220</u>	<u>6,840</u>	<u>296,053</u>	<u>343,316</u>

15 Debtors

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Amounts falling due within one year:				
Trade debtors	-	-	-	11,733
Other debtors	5,373	591	10,629	10,811
Prepayments and accrued income	-	-	2,592	-
	<u>5,373</u>	<u>591</u>	<u>13,221</u>	<u>22,544</u>

16 Loans and overdrafts

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Bank loans	-	-	33,936	43,349
Other loans	-	-	112,095	131,851
	<u>-</u>	<u>-</u>	<u>146,031</u>	<u>175,200</u>
Payable within one year	-	-	29,959	28,724
Payable after one year	-	-	116,072	146,476

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

17 Creditors: amounts falling due within one year

	Notes	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Bank loans	16	-	-	9,413	8,968
Other borrowings		-	-	20,546	19,756
Corporation tax payable		-	-	-	26,876
Taxation and social security		-	-	60,871	57,217
Payments received on account		-	-	1,010,591	407,863
Trade creditors		-	-	53,840	53,253
Amounts owed to subsidiary		-	1,620	-	-
Other creditors		-	-	68,412	45,900
Accruals and deferred income		15,220	5,220	27,770	68,963
		<u>15,220</u>	<u>6,840</u>	<u>1,251,443</u>	<u>688,796</u>

Included in group other creditors is pension contributions payable of £68,412 (2023 - £45,900).

18 Creditors: amounts falling due after more than one year

	Notes	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
Bank loans	16	-	-	24,523	34,381
Other borrowings		-	-	91,549	112,095
		<u>-</u>	<u>-</u>	<u>116,072</u>	<u>146,476</u>

Amounts falling due after more than 5 years

£nil (2023 - £nil) of the bank loan and £nil (2023 - £24,085) of the other loan is due after more than five years from the balance sheet date.

Secured loans

Banking facilities are secured by the first legal charge over the site at Durrants Lane, Berkhamsted, Herts, HP4 3UJ.

Interest on bank loans is paid at 2.25% above the base rate.

In 2013 a secured loan facility was taken out for £300,000 in order to acquire the Woods Building which was previously rented. The year end balance is shown above within other borrowings and is secured by way of a second legal charge over the Durrants Lane site.

Interest on other loans is paid at 4%.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

19 Provisions for deferred taxation

	Charity 2024 £	Charity 2023 £	Group 2024 £	Group 2023 £
At beginning of the year	-	-	62,455	83,198
Charge for the year	-	-	5,126	(20,743)
	<u>-</u>	<u>-</u>	<u>67,581</u>	<u>62,455</u>

20 Retirement benefit schemes

Defined contribution schemes

The group operates a defined contribution pension scheme for all qualifying employees, NEST pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund.

The pension cost charge represents contributions payable by the group to the fund and amounted to £122,643 (2023 - £107,058) in relation to NEST.

In addition, contributions are made to personal pension schemes. The pension cost charge represents contributions payable by the group into the schemes and amounted to £nil (2023 - £312).

Defined benefit schemes

The group contributes to a defined benefit multi-employer pension scheme, the Teachers Pension Scheme (TPS). This is an aggregate of the pre 2015 scheme and the 2015 scheme. Contributions to the scheme were determined on the basis of quadrennial actuarial valuations carried out by the Government Actuary. The latest actuarial valuation of the TPS was carried out as at 31 March 2020. This sets out the contribution rates for the implementation period (1 April 2024 to 31 March 2027).

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 28.68% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £262,000 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £222,200 million giving a notional past service deficit of £39,800 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The contributions during the year totalled £347,875 (2023 - £403,101).

A copy of the valuation report and supporting documentation is on the Teachers' Pension website.

Under the definitions set out in FRS102, the TPS is an unfunded multi-employer pension scheme. The group has recognised contributions to the scheme as if it were a defined contribution scheme.

Contributions totalling £30,355 (2023 - £45,900) were payable in respect of pensions at the year end and are included in other creditors.

The School exited the Teachers' Pension Scheme on 31 August 2024, going forward staff who were members of the scheme will be transferred to a defined contribution scheme.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

21 Restricted funds

Charity and Group

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds						Balance at 31 August 2024 £
	Balance at 1 September 2022 £	Incoming resources £	Resources expended £	Balance at 1 September 2023 £	Incoming resources £	Resources expended £	
Restricted funds	3,710	-	(3,710)	-	-	-	-

Restricted funds are in respect of a donation received for specific expenditure within the School.

22 Analysis of net assets between funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Fund balances at 31 August 2024 are represented by:				
Tangible assets	2,152,932	2,172,256	-	2,172,256
Investments	531,411	491,905	-	491,905
Current assets/(liabilities)	945,002	810,090	-	810,090
Long term liabilities	(116,072)	(146,476)	-	(146,476)
Provisions	(67,581)	(62,455)	-	(62,455)
	<u>3,445,692</u>	<u>3,265,320</u>	<u>-</u>	<u>3,265,320</u>

23 Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

The loan taken out to purchase the previously rented Woods building is provided by Pact Holdings Limited as trustee of God Save Britain Crusade (registered charity number 262703). Mr J C Cooke and Mr S J East are directors of Pact Holdings Limited. The loan was for £300,000. The loan amount outstanding at the year end was £112,905 (2023 - £131,852)

David Vesey, Director of Egerton-Rothsay School Limited, operates as Marshall Lucas. During the year, the charity purchased services in the ordinary course of business from Marshall Lucas amounting to £20,000 (2023 - £nil).

Cherry Martin was appointed as Director of Egerton-Rothsay School Limited on 1 January 2023 and since this date has provided consultancy services to the Charity amounting to £20,400 (2023 - £14,200).

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2024

24 Analysis of changes in net funds

	At 1 September 2023 £	Cash flows £	At 31 August 2024 £
Cash at bank and in hand	1,476,342	706,882	2,183,224
Loans falling due within one year	(28,724)	(1,235)	(29,959)
Loans falling due after more than one year	(146,476)	30,404	(116,072)
	<u>1,301,142</u>	<u>736,051</u>	<u>2,037,193</u>

EGERTON ROTHESAY

England & Wales - Charity number 1091089

Accounts

Charity registration number 1091089

Company registration number 4301828 (England and Wales)

EGERTON ROTHESAY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

EGERTON ROTHESAY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Jonathan Cooke (Chairman) Sir Jeremy Cooke Mr Stephen East
Secretary	Ms Sarah Vest
Charity number	1091089
Company number	4301828
Registered office	Egerton Rothesay School Durrants Lane Berkhamsted Hertfordshire United Kingdom HP4 3UJ
Auditor	Azets Westpoint Lynch Wood Peterborough Cambridgeshire United Kingdom PE2 6FZ
Bankers	Barclays Bank The Dacorum Group 11 Bank Court Hemel Hempstead Herts HP1 1BX
Investment managers	JM Finn & Co 25 Cophall Ave London EC2R 5TA

EGERTON ROTHESAY

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EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2023

The Trustees present their annual report and financial statements for the year ended 31 August 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects for which Egerton Rothesay is established are:-

- (i) To further the education of children attending Egerton Rothesay School.
- (ii) The advancement of education in the United Kingdom and elsewhere (including social and physical training) of persons and children attending schools, colleges or other places of education in which religious instruction in accordance with the doctrines and principles of the Protestant and evangelical faith is given.

The Charity does not undertake fundraising.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Egerton-Rothesay School Limited

Egerton-Rothesay School Limited is a wholly owned subsidiary of the Charity. It is managed by a Board of Directors which includes Mr Stephen East who represents the Charity.

Review of Development, Activities and Achievements

The School continues to carry into effect the charitable objectives of the Trust.

The School having consolidated its operations on to one site continues to build on its proven ability to provide and educational environment where pupils who need additional support can achieve their potential.

The School's focus is being build around the following key strands of activity:

- Providing an exciting, relevant and supported educational experience.
- For students who have found, or might find, it difficult to make progress and succeed within another school where there is inadequate provision for their specific needs.
- To make a unique and excellent contribution into the life of each child ensuring that they can be supported in the way that they personally need to maximise their individual learning potential.
- Provide an environment offering exceptional pastoral care and spiritual development based on and informed by the School's Christian ethos.

With this focus we continue to draw children from a wide area - made possible by our 8-route bus service and to also act as specialist education provider to 13 Local Authorities who pay full fees for 127, part fees for 3 and no part of the fees for 14 children with EHCP's so they can attend Egerton Rothesay School.

As we are now well established in the SEN market both on the open market with private fee paying parents and local authorities, the need for Open days has reduced amounting to one possibly two per year.

The average number of pupils for the year was 159.

The school has continued to develop its links to the local Christian community as part of its own ministry. We intend to build further network links with both ministers and youth activities in the area both for the benefit of our own children and to enable them to make a contribution for others.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

Future developments

The Trustees are keeping the current activities and objectives under review and are looking at opportunities to further the objects of the Charity, in particular in relation to the School, but will also generally examine opportunities as and when they arise.

Financial review

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited and these are reviewed in further detail overleaf. The School continued to implement the conclusions from a review of how its activities should be focused going forward. The Trustees continue to support the changes to the School's operations. Continued plans are in place to ensure that the School has sufficient resources available to finance its operations through the period of change.

The School made a profit after tax before donations to the charity of £317,832, which is higher than the profit in the previous year of £94,384.

During the year the Charity received a distribution from its subsidiary of £189,389 (2022: £212,705) and donations from parents including gift aid of £9,226 (2022 - £9,404).

At the year end date the funds of the Charity consisted of unrestricted funds of £2,352,319 (2022 - £2,214,838) and restricted funds of £nil (2022 - £3,710) giving total funds of £2,352,319 (2022 - £2,218,548).

At the year end date the funds of the Group consisted of unrestricted funds of £3,265,320 (2022 - £2,999,406) and restricted funds of £nil (2022 - £3,710) giving total funds of £3,265,320 (2022 - £3,003,116).

It is the policy of Egerton Rothesay to hold reserves in unrestricted funds that have not yet been committed or designated for any particular purpose. The Trustees have retained these reserves in order to provide a sound financial base for the charity as part of a policy of good financial management practice.

Having considered the medium term requirements of the Charity £500,000 was invested in a portfolio of investments created for the Charity by J M Finn & Co Limited in previous years. The remainder of the Charity's funds are retained on deposit. The Trustees continue to keep the needs and objectives of the Charity under regular review.

The Trustees has assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. Risk management in relation to the operation of the School are governed by its own risk management policies and procedures overseen by its Board of Trustees.

Structure, governance and management

The Trustees are selected and appointed in accordance with the Articles of Egerton Rothesay.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr Jonathan Cooke (Chairman)
Sir Jeremy Cooke
Mr Stephen East

The Trustees each have a long association with Egerton-Rothesay School Limited and interest in its work. They bring a range of skills to their role as Trustees and review the skills necessary for performance if their duties and any training requirements at least annually. They believe they have available to them the skills necessary to enable the Charity to satisfy its objectives.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

Organisational Structure

Egerton Rothesay is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the charity. The Trustees carry the ultimate responsibility for the conduct of the charitable company and for ensuring that the charity satisfies its legal and contractual obligations.

Trustees meet bi-annually and produce formal minutes of the meeting and delegate day-to-day operation of the organisation to senior management. The Trustee Board is independent from management. The Directors of Egerton-Rothesay School Limited meet quarterly and produce formal minutes of the meeting. During the meetings the budget and school performance is reviewed.

Trustees' Interests

The Charity is a company limited by guarantee, having no share capital, with all the Trustees being members of the company. The liability of the members is limited to £1 each in the event of winding up the company.

Charitable Status

Egerton Rothesay is incorporated as a charitable company limited by guarantee (charity number 1091089, company number 4301828) and is governed by its Memorandum and Articles of Association.

Auditor

In accordance with the company's articles, a resolution proposing that Azets be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

Mr Stephen East

Trustee

Dated: 25 March 2024

EGERTON ROTHESAY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2023

The Trustees, who are also the directors of Egerton Rothesay for the purpose of company law, are responsible for preparing the Trustees' Report 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 Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

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

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EGERTON ROTHESAY

Opinion

We have audited the financial statements of Egerton Rothesay (the 'Charity') for the year ended 31 August 2023 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2023 and of its incoming resources and application of resources, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets

2 April 2024

Chartered Accountants
Statutory Auditor

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
PE2 6FZ

Azets is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

EGERTON ROTHESAY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2023

Group		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
Income from:							
Donations and legacies	3	9,226	-	9,226	9,404	-	9,404
Other trading activities	4	5,343,074	-	5,343,074	5,106,982	-	5,106,982
Investments	5	14,573	-	14,573	17,022	-	17,022
Total income		5,366,873	-	5,366,873	5,133,408	-	5,133,408
Expenditure on:							
Other trading activities	6	4,995,122	-	4,995,122	4,982,063	-	4,982,063
Charitable activities	7	32,468	3,710	36,178	76,677	-	76,677
Interest payable		24,080	-	24,080	18,900	-	18,900
Tax expense		6,133	-	6,133	12,895	-	12,895
Total resources expended		5,057,803	3,710	5,061,513	5,090,535	-	5,090,535
Net gains/(losses) on investments	11	(43,156)	-	(43,156)	(25,331)	-	(25,331)
Net movement in funds		265,914	(3,710)	262,204	17,542	-	17,542
Fund balances at 1 September 2022		2,999,406	3,710	3,003,116	2,981,864	3,710	2,985,574
Fund balances at 31 August 2023		3,265,320	-	3,265,320	2,999,406	3,710	3,003,116

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

EGERTON ROTHESAY

CONSOLIDATED BALANCE SHEET

AS AT 31 AUGUST 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	12		2,172,256		2,264,938
Investments	13		491,905		528,218
			<u>2,664,161</u>		<u>2,793,156</u>
Current assets					
Debtors	15	22,544		55,636	
Cash at bank and in hand		1,476,342		1,748,761	
		<u>1,498,886</u>		<u>1,804,397</u>	
Creditors: amounts falling due within one year	17	(688,796)		(1,084,989)	
Net current assets			810,090		719,408
Total assets less current liabilities			3,474,251		3,512,564
Creditors: amounts falling due after more than one year	18		(146,476)		(426,250)
Provisions for liabilities			(62,455)		(83,198)
Net assets			<u>3,265,320</u>		<u>3,003,116</u>
Income funds					
Restricted funds	21		-		3,710
Unrestricted funds			3,265,320		2,999,406
			<u>3,265,320</u>		<u>3,003,116</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 25 March 2024

Mr Stephen East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

BALANCE SHEET

AS AT 31 AUGUST 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Investments	13		1,239,746		1,276,059
Current assets					
Debtors	15	591		11,859	
Cash at bank and in hand		1,118,822		965,730	
		<u>1,119,413</u>		<u>977,589</u>	
Creditors: amounts falling due within one year	17	(6,840)		(35,100)	
Net current assets			<u>1,112,573</u>		<u>942,489</u>
Total assets less current liabilities			<u>2,352,319</u>		<u>2,218,548</u>
Income funds					
Restricted funds	21		-		3,710
Unrestricted funds			<u>2,352,319</u>		<u>2,218,838</u>
			<u>2,352,319</u>		<u>2,218,548</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 25 March 2024

Mr Stephen East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2023

1 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2 Accounting policies

Charity information

Egerton Rothesay is a private company limited by guarantee incorporated in England and Wales. The registered office is Egerton Rothesay School, Durrants Lane, Berkhamsted, Hertfordshire, HP4 3UJ, United Kingdom.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

2.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements. Further, forecasts and business plans have been prepared which provide comfort that the Group and Charity will continue to trade in the foreseeable future.

2.3 Charitable funds

General unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Restricted funds represent funds which have been donated to the Group for a specific purpose.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2023

2 Accounting policies

(Continued)

2.4 Income

Voluntary income represents donations received by the charity, and are accounted for when received.

Investment income represents bank interest receivable.

Other trading activities represents amounts receivable for school fees and similar income plus other operating income of the subsidiary Egerton-Rothesay School Limited. Revenue from school fees and similar income is recognised in the term in which the services are provided and when:

- the amount of revenue can be measured reliably; and
- it is probable that the company will receive the consideration due.

Revenue is deferred where received in advance of the service.

2.5 Expenditure

Expenditure is recognised on an accruals basis and when there is a legal or constructive obligation to do so.

Charitable activities represents the legal, professional and other costs of running the charity.

Other trading activities are those costs incurred by the trading activity of the subsidiary Egerton-Rothesay School Limited.

2.6 Tangible fixed assets

All assets costing £500 or more are capitalised and depreciated.

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	3 to 8 years straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 Fixed asset investments

Investments for the charity are stated at market value. Realised and unrealised gains and losses on investments are recognised in the Statement of Financial Activities.

2.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

2.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

2 Accounting policies

(Continued)

2.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

2.11 Taxation

Egerton Rothesay is a charitable company and does not carry out activity that would be subject to corporation tax.

Egerton-Rothesay School Limited, a subsidiary of Egerton Rothesay, is subject to corporation tax.

2.12 Retirement benefits

The Company operates defined contribution plans for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.13 Distributions

Distributions to the charity from the subsidiary are recognised when they are paid. Distributions are eliminated on consolidation.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

3 Donations and legacies

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Donations from parents including gift aid	9,226	9,404	9,226	9,404
Distributions from subsidiary	189,398	212,705	-	-
	<u>198,624</u>	<u>359,404</u>	<u>9,226</u>	<u>9,404</u>

4 Other trading activities

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
School fees and similar income	-	-	5,343,074	5,106,982
	<u>-</u>	<u>-</u>	<u>5,343,074</u>	<u>5,106,982</u>

5 Investments

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Interest receivable	14,480	15,761	14,573	17,022
	<u>14,480</u>	<u>15,761</u>	<u>14,573</u>	<u>17,022</u>

6 Raising funds

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
<u>Trading costs</u>				
School expenditure	-	-	4,995,122	4,982,063
	<u>-</u>	<u>-</u>	<u>4,995,122</u>	<u>4,982,063</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

7 Charitable activities

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Legal and professional fees	28,542	69,230	28,542	69,230
Investment management fees	7,636	7,447	7,636	7,447
	<u>36,178</u>	<u>76,677</u>	<u>36,178</u>	<u>76,677</u>
Analysis by fund				
Unrestricted funds	32,468	76,677	32,468	76,677
Restricted funds	3,710	-	3,710	-
	<u>36,178</u>	<u>76,677</u>	<u>36,178</u>	<u>76,677</u>

Included in legal and professional fees is £nil (2022 - £60,000) which relates to services purchased from Marshall Lucas for the year. They have been disclosed as a related party transaction in note 23.

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

9 Employees

The average monthly number of employees during the year was:

	Charity 2023	Charity 2022	Group 2023	Group 2022
Average number of Trustees	3	3	3	3
Average number of employees	-	-	150	151
	<u>3</u>	<u>3</u>	<u>153</u>	<u>154</u>
	Charity 2023	Charity 2022	Group 2023	Group 2022
Wages and salaries	-	-	2,982,610	3,045,805
Social security costs	-	-	250,506	258,560
Other pension costs	-	-	510,471	496,078
	<u>-</u>	<u>-</u>	<u>3,743,587</u>	<u>3,800,443</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

9 Employees

(Continued)

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

	2023 Number	2022 Number
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
	<u> </u>	<u> </u>

The key management personnel of the Group are deemed by the Trustees to be the members of the 'Management and Leadership Team'. During the year there were 12 members (2022 - 12 members) and their total remuneration was £608,499 (2022 - £649,679). This includes pension contributions of £96,400 (2022 - £94,189).

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Net gains/(losses) on investments

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Realised gain/(loss) on investment	(10,567)	708	(10,567)	708
Unrealised gain/(loss) on investment	(32,589)	(26,039)	(32,589)	(26,039)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>(43,156)</u>	<u>(25,331)</u>	<u>(43,156)</u>	<u>(25,331)</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

12 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Total
Group only	£	£	£
Cost			
At 1 September 2022	2,664,120	1,109,719	3,773,839
Additions	11,719	12,731	24,450
	<hr/>	<hr/>	<hr/>
At 31 August 2023	2,675,839	1,122,450	3,798,289
	<hr/>	<hr/>	<hr/>
Depreciation and impairment			
At 1 September 2022	733,939	774,962	1,508,901
Depreciation charged in the year	53,428	63,704	117,132
	<hr/>	<hr/>	<hr/>
At 31 August 2023	787,367	838,666	1,626,033
	<hr/>	<hr/>	<hr/>
Carrying amount			
At 31 August 2023	1,888,472	283,784	2,172,256
	<hr/>	<hr/>	<hr/>
At 31 August 2022	1,930,181	334,757	2,264,938
	<hr/>	<hr/>	<hr/>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

13 Fixed asset investments

Charity and Group	Listed investments £
Cost or valuation	
At 1 September 2022	528,218
Additions	13,846
Valuation changes	(24,136)
Disposals	(26,023)
At 31 August 2023	491,905
Carrying amount	
At 31 August 2023	491,905
At 31 August 2022	528,218

Subsidiary undertaking	Charity £	Group £
Cost		
At 31 August 2022 and 31 August 2023	747,841	-

In the opinion of the Trustees, the aggregate value of the Charity's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Company	Company number	Shares held Class	%
Egerton-Rothesay School Limited	02226604	Ordinary	100

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited. The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Income £	Expenditure £	Profit for the year £
Egerton-Rothesay School Limited	1,660,842	5,346,877	5,029,045	317,832

The registered office of the subsidiary is the same as for the Charity.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

14 Financial instruments

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Carrying amount of financial assets				
Listed investments	491,905	528,218	491,905	528,218
Cash and cash equivalents	1,118,822	965,730	1,476,342	1,748,761
	<u>1,610,727</u>	<u>1,493,948</u>	<u>1,968,247</u>	<u>2,276,979</u>
Carrying amount of financial liabilities				
Trade creditors	-	-	53,253	133,048
Other creditors	1,620	-	45,900	44,805
Accruals	5,220	5,100	68,963	34,070
Borrowings	-	-	175,200	515,637
	<u>6,840</u>	<u>5,100</u>	<u>343,316</u>	<u>727,560</u>

15 Debtors

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Amounts falling due within one year:				
Trade debtors	-	-	11,733	4,855
Other debtors	591	11,859	10,811	22,232
Prepayments and accrued income	-	-	-	28,549
	<u>591</u>	<u>11,859</u>	<u>22,544</u>	<u>55,636</u>

16 Loans and overdrafts

	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Bank loans	-	-	43,349	365,549
Other loans	-	-	131,851	150,088
	<u>-</u>	<u>-</u>	<u>175,200</u>	<u>515,637</u>
Payable within one year	-	-	28,724	89,387
Payable after one year	-	-	146,476	426,250

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

16 Creditors: amounts falling due within one year

	Notes	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Bank loans	16	-	-	8,968	70,391
Other borrowings		-	-	19,756	18,996
Corporation tax payable		-	-	26,876	-
Taxation and social security		-	-	57,217	60,584
Payments received on account		-	-	407,863	723,095
Trade creditors		-	-	53,253	133,048
Amounts owed to subsidiary		1,620	30,000	-	-
Other creditors		-	-	45,900	44,805
Accruals and deferred income		5,220	5,100	68,963	34,070
		<u>6,840</u>	<u>35,100</u>	<u>688,796</u>	<u>1,084,989</u>

Included in group other creditors is pension contributions payable of £45,900 (2022 - £44,805).

18 Creditors: amounts falling due after more than one year

	Notes	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
Bank loans	16	-	-	34,381	295,158
Other borrowings		-	-	112,095	131,092
		<u>-</u>	<u>-</u>	<u>146,476</u>	<u>426,250</u>

Amounts falling due after more than 5 years

£nil (2022 - £24,053) of the bank loan and £24,085 (2022 - £43,276) of the other loan is due after more than five years from the balance sheet date.

Secured loans

Banking facilities are secured by the first legal charge over the site at Durrants Lane, Berkhamsted, Herts, HP4 3UJ.

Interest on bank loans is paid at 2.25% above the base rate.

In 2017 a secured loan facility was taken out for £300,000 in order to acquire the Woods Building which was previously rented. The year end balance is shown above within other borrowings and is secured by way of a second legal charge over the Durrants Lane site.

Interest on other loans is paid at 4%.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

19 Provisions for deferred taxation

	Notes	Charity 2023 £	Charity 2022 £	Group 2023 £	Group 2022 £
At beginning of the year	19	-	-	83,198	70,303
Charge for the year	20	-	-	(20,743)	12,895
		<u>-</u>	<u>-</u>	<u>62,455</u>	<u>83,198</u>

20 Retirement benefit schemes

Defined contribution schemes

The group operates a defined contribution pension scheme for all qualifying employees, NEST pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund.

The pension cost charge represents contributions payable by the group to the fund and amounted to £107,058 (2022 - £109,398) in relation to NEST.

In addition, contributions are made to personal pension schemes. The pension cost charge represents contributions payable by the group into the schemes and amounted to £312 (2022 - £625).

Defined benefit schemes

The group contributes to a defined benefit multi-employer pension scheme, the Teachers Pension Scheme (TPS). This is an aggregate of the pre 2015 scheme and the 2015 scheme. Contributions to the scheme were determined on the basis of quadrennial actuarial valuations carried out by the Government Actuary. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. This sets out the contribution rates for the implementation period (1 April 2019 to 31 March 2023).

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The contributions during the year totalled £403,101 (2022 - £436,465).

A copy of the valuation report and supporting documentation is on the Teachers' Pension website.

Under the definitions set out in FRS102, the TPS is an unfunded multi-employer pension scheme. The group has recognised contributions to the scheme as if it were a defined contribution scheme.

Contributions totalling £45,900 (2022 - £44,805) were payable in respect of pensions at the year end and are included in other creditors.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

21 Restricted funds

Charity and Group

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds						Balance at 31 August 2023 £
	Balance at 1 September 2021 £	Incoming resources £	Resources expended £	Balance at 1 September 2022 £	Incoming resources £	Resources expended £	
Restricted funds	3,710	-	-	3,710	-	(3,710)	-

Restricted funds are in respect of a donation received for specific expenditure within the School.

22 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total Unrestricted funds 2023 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 August 2023 are represented by:					
Tangible assets	2,172,256	-	2,172,256	2,264,938	2,264,938
Investments	491,905	-	491,905	528,218	528,218
Current assets/(liabilities)	810,090	-	810,090	715,698	719,408
Long term liabilities	(146,476)	-	(146,476)	(426,250)	(426,250)
Provisions	(62,455)	-	(62,455)	(83,198)	(83,198)
	<u>3,265,320</u>	<u>-</u>	<u>3,265,320</u>	<u>2,999,406</u>	<u>3,003,116</u>

23 Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

The loan taken out to purchase the previously rented Woods building is provided by Pact Holdings Limited as trustee of God Save Britain Crusade (registered charity number 262703). Mr J C Cooke and Mr S J East are directors of Pact Holdings Limited. The loan was for £300,000.

David Vesey, Director of Egerton-Rothsay School Limited, operates as Marshall Lucas. During the year, the charity purchased services in the ordinary course of business from Marshall Lucas amounting to £nil (2022 - £60,000).

Cherry Martin was appointed as Director of Egerton-Rothsay School Limited on 1 January 2023 and since this date has provided consultancy services to the Charity amounting to £10,800 (2022 - £nil).

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

24 Analysis of changes in net funds

	At 1 September 2022 £	Cash flows £	At 31 August 2023 £
Cash at bank and in hand	1,748,761	(272,419)	1,476,342
Loans falling due within one year	(89,387)	60,663	(28,724)
Loans falling due after more than one year	(426,250)	279,774	(146,476)
	<u>1,233,124</u>	<u>68,018</u>	<u>1,301,142</u>

EGERTON ROTHESAY

England & Wales - Charity number 1091089

Accounts

Charity registration number 1091089

Company registration number 4301828 (England and Wales)

EGERTON ROTHESAY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

EGERTON ROTHESAY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr J C Cooke (Chairman) Sir J L Cooke Mr S J East
Secretary	Ms S J Vest
Charity number	1091089
Company number	4301828
Registered office	Egerton Rothesay School Durrants Lane Berkhamsted Hertfordshire United Kingdom HP4 3UJ
Auditor	Azets Ruthlyn House 90 Lincoln Road Peterborough Cambridgeshire United Kingdom PE1 2SP
Bankers	Barclays Bank The Dacorum Group 11 Bank Court Hemel Hempstead Herts HP1 1BX
Investment managers	JM Finn & Co 25 Cophall Ave London EC2R 5TA

EGERTON ROTHESAY

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EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2022

The Trustees present their annual report and financial statements for the year ended 31 August 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects for which Egerton Rothesay is established are:-

- (i) To further the education of children attending Egerton Rothesay School.
- (ii) The advancement of education in the United Kingdom and elsewhere (including social and physical training) of persons and children attending schools, colleges or other places of education in which religious instruction in accordance with the doctrines and principles of the Protestant and evangelical faith is given.

The Charity does not undertake fundraising.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Egerton-Rothesay School Limited

Egerton-Rothesay School Limited is a wholly owned subsidiary of the Charity. It is managed by a Board of Directors which includes Mr Stephen East who represents the Charity.

Review of Development, Activities and Achievements

The School continues to carry into effect the charitable objectives of the Trust.

The School having consolidated its operations on to one site continues to build on its proven ability to provide and educational environment where pupils who need additional support can achieve their potential.

The School's focus is being build around the following key strands of activity:

- Providing an exciting, relevant and supported educational experience.
- For students who have found, or might find, it difficult to make progress and succeed within another school where there is inadequate provision for their specific needs.
- To make a unique and excellent contribution into the life of each child ensuring that they can be supported in the way that they personally need to maximise their individual learning potential.
- Provide an environment offering exceptional pastoral care and spiritual development based on and informed by the School's Christian ethos.

With this focus we continue to draw children from a wide area - made possible by our 8-route bus service and to also act as specialist education provider to 17 Local Authorities who pay full fees for 131, part fees for 3 and no part of the fees for 9 children with EHCP's so they can attend Egerton Rothesay School.

As we are now well established in the SEN market both on the open market with private fee paying parents and local authorities, the need for Open days has reduced amounting to one possible two per year.

The average number of pupils for the year was 162.

The school has continued to develop its links to the local Christian community as part of its own ministry. We intend to build further network links with both ministers and youth activities in the area both for the benefit of our own children and to enable them to make a contribution for others.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

Future developments

The Trustees are keeping the current activities and objectives under review and are looking at opportunities to further the objects of the Charity, in particular in relation to the School, but will also generally examine opportunities as and when they arise.

Financial review

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited and these are reviewed in further detail overleaf. The School continued to implement the conclusions from a review of how its activities should be focused going forward. The Trustees continue to support the changes to the School's operations. Continued plans are in place to ensure that the School has sufficient resources available to finance its operations through the period of change.

The School made a profit after tax before donations to the charity of £94,384, which is lower than the profit in the previous year of £404,197.

During the year the Charity received a distribution from its subsidiary of £212,705 (2021: £350,000) and donations from parents including gift aid of £9,404 (2021 - £54,559).

At the year end date the funds of the Charity consisted of unrestricted funds of £2,214,838 (2021 - £2,078,977) and restricted funds of £3,710 (2021 - £3,710) giving total funds of £2,218,548 (2021 - £2,082,687).

At the year end date the funds of the Group consisted of unrestricted funds of £2,999,406 (2021 - £2,981,864) and restricted funds of £3,710 (2021 - £3,710) giving total funds of £3,003,116 (2021 - £2,985,574).

It is the policy of Egerton Rothesay to hold reserves in unrestricted funds that have not yet been committed or designated for any particular purpose. The Trustees have retained these reserves in order to provide a sound financial base for the charity as part of a policy of good financial management practice.

Having considered the medium term requirements of the Charity £350,000 was invested in a portfolio of investments created for the Charity by J M Finn & Co Limited in previous years. A further amount of £150,000 was invested in the portfolio during the year. The remainder of the Charity's funds are retained on deposit. The Trustees continue to keep the needs and objectives of the Charity under regular review.

The Trustees has assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. Risk management in relation to the operation of the School are governed by its own risk management policies and procedures overseen by its Board of Trustees.

Structure, governance and management

The Trustees are selected and appointed in accordance with the Articles of Egerton Rothesay.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr J C Cooke (Chairman)
Sir J L Cooke
Mr S J East

The Trustees each have a long association with Egerton-Rothesay School Limited and interest in its work. They bring a range of skills to their role as Trustees and review the skills necessary for performance if their duties and any training requirements at least annually. They believe they have available to them the skills necessary to enable the Charity to satisfy its objectives.

EGERTON ROTHESAY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

Organisational Structure

Egerton Rothesay is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the charity. The Trustees carry the ultimate responsibility for the conduct of the charitable company and for ensuring that the charity satisfies its legal and contractual obligations.

Trustees meet bi-annually and produce formal minutes of the meeting and delegate day-to-day operation of the organisation to senior management. The Trustee Board is independent from management. The Directors of Egerton-Rothesay School Limited meet quarterly and produce formal minutes of the meeting. During the meetings the budget and school performance is reviewed.

Trustees' Interests

The Charity is a company limited by guarantee, having no share capital, with all the Trustees being members of the company. The liability of the members is limited to £1 each in the event of winding up the company.

Charitable Status

Egerton Rothesay is incorporated as a charitable company limited by guarantee (charity number 1091089, company number 4301828) and is governed by its Memorandum and Articles of Association.

Auditor

In accordance with the company's articles, a resolution proposing that Azets be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

Mr S J East

Trustee

Dated: 25 April 2023

EGERTON ROTHESAY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2022

The Trustees, who are also the directors of Egerton Rothesay for the purpose of company law, are responsible for preparing the Trustees' Report 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 Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

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

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EGERTON ROTHESAY

Opinion

We have audited the financial statements of Egerton Rothesay (the 'Charity') for the year ended 31 August 2022 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2022 and of its incoming resources and application of resources, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

EGERTON ROTHESAY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EGERTON ROTHESAY

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets**

2 May 2023

**Chartered Accountants
Statutory Auditor**

Ruthlyn House
90 Lincoln Road
Peterborough
Cambridgeshire
PE1 2SP

Azets is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

EGERTON ROTHESAY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

Group		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
Income from:							
Donations and legacies	3	9,404	-	9,404	24,559	-	24,559
Other trading activities	4	5,106,982	-	5,106,982	5,176,727	-	5,176,727
Investments	5	17,022	-	17,022	22,436	-	22,436
Total income		5,133,408	-	5,133,408	5,223,722	-	5,223,722
Expenditure on:							
Other trading activities	6	4,982,063	-	4,982,063	4,712,132	-	4,712,132
Charitable activities	7	76,677	-	76,677	68,266	-	68,266
Interest payable		18,900	-	18,900	19,254	-	19,254
Tax expense		12,895	-	12,895	55,196	-	55,196
Total resources expended		5,090,535	-	5,090,535	4,854,848	-	4,854,848
Net gains/(losses) on investments	10	(25,331)	-	(25,331)	53,540	-	53,540
Net movement in funds		17,542	-	17,542	422,414	-	422,414
Fund balances at 1 September 2021		2,981,864	3,710	2,985,574	2,559,450	3,710	2,563,160
Fund balances at 31 August 2022		2,999,406	3,710	3,003,116	2,981,864	3,710	2,985,574

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

EGERTON ROTHESAY

CONSOLIDATED BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11	2,264,938		2,281,424	
Investments	12	528,218		395,237	
		<u>2,793,156</u>		<u>2,676,661</u>	
Current assets					
Debtors	14	55,636		99,369	
Cash at bank and in hand		1,748,761		1,622,795	
		<u>1,804,397</u>		<u>1,722,164</u>	
Creditors: amounts falling due within one year	16	<u>(1,084,989)</u>		<u>(831,684)</u>	
Net current assets			719,408		890,480
Total assets less current liabilities			3,512,564		3,567,141
Creditors: amounts falling due after more than one year	17		(426,250)		(511,264)
Provisions for liabilities			<u>(83,198)</u>		<u>(70,303)</u>
Net assets			<u>3,003,116</u>		<u>2,985,574</u>
Income funds					
Restricted funds	20		3,710		3,710
Unrestricted funds			2,999,406		2,981,864
			<u>3,003,116</u>		<u>2,985,574</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 25 April 2023

Mr S J East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	12		1,276,059		1,143,078
Current assets					
Debtors	14	11,859		11,330	
Cash at bank and in hand		965,730		963,139	
		<u>977,589</u>		<u>974,469</u>	
Creditors: amounts falling due within one year	16	<u>(35,100)</u>		<u>(34,860)</u>	
Net current assets			942,489		939,609
Total assets less current liabilities			<u>2,218,548</u>		<u>2,082,687</u>
Income funds					
Restricted funds	20		3,710		3,710
Unrestricted funds			2,214,838		2,078,977
			<u>2,218,548</u>		<u>2,082,687</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 25 April 2023

Mr S J East
Trustee

Company Registration No. 4301828

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Charity information

Egerton Rothesay is a private company limited by guarantee incorporated in England and Wales. The registered office is Egerton Rothesay School, Durrants Lane, Berkhamsted, Hertfordshire, HP4 3UJ, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements. Further, forecasts and business plans have been prepared which provide comfort that the Group and Charity will continue to trade in the foreseeable future.

1.3 Charitable funds

General unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Restricted funds represent funds which have been donated to the Group for a specific purpose.

1.4 Income

Voluntary income represents donations received by the charity, and are accounted for when received.

Investment income represents bank interest receivable.

Other trading activities represents amounts receivable for school fees and similar income plus other operating income of the subsidiary Egerton-Rothesay School Limited. Revenue from school fees and similar income is recognised in the term in which the services are provided and when:

- the amount of revenue can be measured reliably; and
- it is probable that the company will receive the consideration due.

Revenue is deferred where received in advance of the service.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies (Continued)

1.5 Expenditure

Expenditure is recognised on an accruals basis and when there is a legal or constructive obligation to do so.

Charitable activities represents the legal, professional and other costs of running the charity.

Other trading activities are those costs incurred by the trading activity of the subsidiary Egerton-Rothesay School Limited.

1.6 Tangible fixed assets

All assets costing £500 or more are capitalised and depreciated.

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	3 to 8 years straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Investments for the charity are stated at market value. Realised and unrealised gains and losses on investments are recognised in the Statement of Financial Activities.

1.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

Egerton Rothesay is a charitable company and does not carry out activity that would be subject to corporation tax.

Egerton-Rothesay School Limited, a subsidiary of Egerton Rothesay, is subject to corporation tax.

1.12 Retirement benefits

The Company operates defined contribution plans for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

1.13 Distributions

Distributions to the charity from the subsidiary are recognised when they are paid. Distributions are eliminated on consolidation.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

3 Donations and legacies

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Donations from parents including gift aid	9,404	24,559	9,404	24,559
Distributions from subsidiary	212,705	350,000	-	-
	<u>222,109</u>	<u>374,559</u>	<u>9,404</u>	<u>24,559</u>

4 Other trading activities

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
School fees and similar income	-	-	5,106,982	5,176,727
	<u>-</u>	<u>-</u>	<u>5,106,982</u>	<u>5,176,727</u>

5 Investments

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Interest receivable	15,761	8,384	17,022	22,436
	<u>15,761</u>	<u>8,384</u>	<u>17,022</u>	<u>22,436</u>

6 Raising funds

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
<u>Trading costs</u>				
School expenditure	-	-	4,982,063	4,712,132
	<u>-</u>	<u>-</u>	<u>4,982,063</u>	<u>4,712,132</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

7 Charitable activities

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Legal and professional fees	69,230	63,249	69,230	63,249
Investment management fees	7,447	5,017	7,447	5,017
	<u>76,677</u>	<u>68,266</u>	<u>76,677</u>	<u>68,266</u>

Included in legal and professional fees is £60,000 (2021 - £60,000) which relates to services purchased from Marshall Lucas for the year. They have been disclosed as a related party transaction in note 22.

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

9 Employees

The average monthly number of employees during the year was:

	Charity 2022	Charity 2021	Group 2022	Group 2021
Average number of Trustees	3	3	3	3
Average number of employees	-	-	151	151
	<u>3</u>	<u>3</u>	<u>154</u>	<u>154</u>

	Charity 2022	Charity 2021	Group 2022	Group 2021
Wages and salaries	-	-	2,995,395	2,888,340
Social security costs	-	-	258,560	241,556
Other pension costs	-	-	546,488	536,016
	<u>-</u>	<u>-</u>	<u>3,800,443</u>	<u>3,665,912</u>

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

	2022 Number	2021 Number
£60,001 - £70,000	2	1
£70,001 - £80,000	-	1
	<u>2</u>	<u>2</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

9 Employees

(Continued)

The key management personnel of the Group are deemed by the Trustees to be the members of the 'Management and Leadership Team'. During the year there were 12 members (2021 - 10 members) and their total remuneration was £649,679 (2021 - £521,681). This includes pension contributions of £94,189 (2021 - £80,217).

10 Net gains/(losses) on investments

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Realised gain/(loss) on investment	708	(134)	708	(134)
Unrealised gain/(loss) on investment	(26,039)	53,674	(26,039)	53,674
	<u>(25,331)</u>	<u>53,540</u>	<u>(25,331)</u>	<u>53,540</u>

11 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Total £
Group only			
Cost			
At 1 September 2021	2,586,792	1,091,962	3,678,754
Additions	77,328	17,757	95,085
At 31 August 2022	<u>2,664,120</u>	<u>1,109,719</u>	<u>3,773,839</u>
Depreciation and impairment			
At 1 September 2021	680,511	716,819	1,397,330
Depreciation charged in the year	53,428	58,143	111,571
At 31 August 2022	<u>733,939</u>	<u>774,962</u>	<u>1,508,901</u>
Carrying amount			
At 31 August 2022	<u>1,930,181</u>	<u>334,757</u>	<u>2,264,938</u>
At 31 August 2021	<u>1,906,281</u>	<u>375,143</u>	<u>2,281,424</u>

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

12 Fixed asset investments

Charity and Group	Listed investments £
Cost or valuation	
At 1 September 2021	395,237
Additions	182,388
Valuation changes	(41,669)
Disposals	(7,738)
	528,218
Carrying amount	
At 31 August 2022	528,218
At 31 August 2021	395,237
 Subsidiary undertaking	 Charity Group
	£ £
Cost	
At 31 August 2021 and 31 August 2022	747,841 -

In the opinion of the Trustees, the aggregate value of the Charity's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Company	Company number	Shares held	%
		Class	
Egerton-Rothesay School Limited	02226604	Ordinary	100

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited. The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Income	Expenditure	Profit for the year
	£	£	£	£
Egerton-Rothesay School Limited	1,532,408	5,108,242	5,013,858	94,384

The registered office of the subsidiary is the same as for the Charity.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

13 Financial instruments

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Carrying amount of financial assets				
Listed investments	528,218	395,237	528,218	395,237
Cash and cash equivalents	965,730	963,139	1,748,761	1,622,795
	<u>1,493,948</u>	<u>1,358,376</u>	<u>2,276,979</u>	<u>2,018,032</u>
Carrying amount of financial liabilities				
Trade creditors	-	-	133,048	92,716
Other creditors	-	-	44,805	46,399
Accruals	5,100	4,860	34,070	143,320
Borrowings	-	-	515,637	599,870
	<u>5,100</u>	<u>4,860</u>	<u>727,560</u>	<u>882,305</u>

14 Debtors

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Amounts falling due within one year:				
Trade debtors	-	-	4,855	45,126
Other debtors	11,859	11,330	22,232	21,634
Prepayments and accrued income	-	-	28,549	32,609
	<u>11,859</u>	<u>11,330</u>	<u>55,636</u>	<u>99,369</u>

15 Loans and overdrafts

	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Bank loans	-	-	365,549	431,516
Other loans	-	-	150,088	168,354
	<u>-</u>	<u>-</u>	<u>515,637</u>	<u>599,870</u>
Payable within one year	-	-	89,387	88,606
Payable after one year	-	-	426,250	511,264

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

16 Creditors: amounts falling due within one year

	Notes	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Bank loans	15	-	-	70,391	70,340
Other borrowings		-	-	18,996	18,266
Taxation and social security		-	-	60,584	69,657
Payments received on account		-	-	723,095	390,986
Trade creditors		-	-	133,048	92,716
Amounts owed to subsidiary		30,000	30,000	-	-
Other creditors		-	-	44,805	46,399
Accruals and deferred income		5,100	4,860	34,070	143,320
		<u>35,100</u>	<u>34,860</u>	<u>1,084,989</u>	<u>831,684</u>

Included in group other creditors is pension contributions payable of £44,805 (2021 - £46,398).

17 Creditors: amounts falling due after more than one year

	Notes	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
Bank loans	15	-	-	295,158	361,176
Other borrowings		-	-	131,092	150,088
		<u>-</u>	<u>-</u>	<u>426,250</u>	<u>511,264</u>

Amounts falling due after more than 5 years

£24,053 (2021 - £94,444) of the bank loan and £43,276 (2021 - £62,272) of the other loan is due after more than five years from the balance sheet date.

Secured loans

Banking facilities are secured by the first legal charge over the site at Durrants Lane, Berkhamsted, Herts, HP4 3UJ.

Interest on bank loans is paid at 2.25% above the base rate.

In 2017 a secured loan facility was taken out for £300,000 in order to acquire the Woods Building which was previously rented. The year end balance is shown above within other borrowings and is secured by way of a second legal charge over the Durrants Lane site.

Interest on other loans is paid at 4%.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

18 Provisions for deferred taxation

	Notes	Charity 2022 £	Charity 2021 £	Group 2022 £	Group 2021 £
At beginning of the year	18	-	-	70,303	15,524
Charge for the year	19	-	-	12,895	54,779
		<u>-</u>	<u>-</u>	<u>83,198</u>	<u>70,303</u>

19 Retirement benefit schemes

Defined contribution schemes

The group operates a defined contribution pension scheme for all qualifying employees, NEST pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund.

The pension cost charge represents contributions payable by the group to the fund and amounted to £109,398 (2021 - £98,363) in relation to NEST.

In addition, contributions are made to personal pension schemes. The pension cost charge represents contributions payable by the group into the schemes and amounted to £625 (2021 - £625).

Defined benefit schemes

The group contributes to a defined benefit multi-employer pension scheme, the Teachers Pension Scheme (TPS). This is an aggregate of the pre 2015 scheme and the 2015 scheme. Contributions to the scheme were determined on the basis of quadrennial actuarial valuations carried out by the Government Actuary. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. This sets out the contribution rates for the implementation period (1 April 2019 to 31 March 2023).

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The contributions during the year totalled £436,465 (2021 - £437,028).

A copy of the valuation report and supporting documentation is on the Teachers' Pension website.

Under the definitions set out in FRS102, the TPS is an unfunded multi-employer pension scheme. The group has recognised contributions to the scheme as if it were a defined contribution scheme.

Contributions totalling £44,805 (2021 - £46,398) were payable in respect of pensions at the year end and are included in other creditors.

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

20 Restricted funds

Charity and Group

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds						
	Balance at 1 September 2020	Incoming resources	Resources expended	Balance at 1 September 2021	Incoming resources	Resources expended	Balance at 31 August 2022
	£	£	£	£	£	£	£
Restricted funds	3,710	-	-	3,710	-	-	3,710

Restricted funds are in respect of a donation received for specific expenditure within the School.

21 Analysis of net assets between funds

	Unrestricted funds 2022	Restricted funds 2022	Total 2022	Unrestricted funds 2021	Restricted funds 2021	Total 2021
	£	£	£	£	£	£
Fund balances at 31 August 2022 are represented by:						
Tangible assets	2,264,938	-	2,264,938	2,281,424	-	2,281,424
Investments	528,218	-	528,218	395,237	-	395,237
Current assets/(liabilities)	715,698	3,710	719,408	886,770	3,710	890,480
Long term liabilities	(426,250)	-	(426,250)	(511,264)	-	(511,264)
Provisions	(83,198)	-	(83,198)	(70,303)	-	(70,303)
	<u>2,999,406</u>	<u>3,710</u>	<u>3,003,116</u>	<u>2,981,864</u>	<u>3,710</u>	<u>2,985,574</u>

22 Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

The loan taken out to purchase the previously rented Woods building is provided by Pact Holdings Limited as trustee of God Save Britain Crusade (registered charity number 262703). Mr J C Cooke and Mr S J East are directors of Pact Holdings Limited. The loan was for £300,000.

David Vesey, Director of Egerton-Rothsay School Limited, operates as Marshall Lucas. During the year, the charity purchased services in the ordinary course of business from Marshall Lucas amounting to £60,000 (2021 - £60,000).

EGERTON ROTHESAY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

23 Analysis of changes in net funds

	At 1 September 2021 £	Cash flows £	At 31 August 2022 £
Cash at bank and in hand	1,622,795	125,966	1,748,761
Loans falling due within one year	(88,606)	(781)	(89,387)
Loans falling due after more than one year	(511,264)	85,014	(426,250)
	<u>1,022,925</u>	<u>210,199</u>	<u>1,233,124</u>

EGERTON ROTHESAY

England & Wales - Charity number 1091089

Accounts

Draft Financial Statements

Charity Registration No. 1091089

Company Registration No. 4301828 (England and Wales)

EGERTON ROTHESAY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr J C Cooke (Chairman) Sir J L Cooke Mr S J East
Secretary	Ms S J Vest
Charity number	1091089
Company number	4301828
Registered office	Egerton Rothesay School Durrants Lane Berkhamsted Hertfordshire United Kingdom HP4 3UJ
Auditor	Azets Ruthlyn House 90 Lincoln Road Peterborough Cambridgeshire United Kingdom PE1 2SP
Bankers	Barclays Bank The Dacorum Group 11 Bank Court Hemel Hempstead Herts HP1 1BX
Investment managers	JM Finn & Co 25 Cophall Ave London EC2R 5TA

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their report and financial statements for the year ended 31 August 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects for which Egerton Rothesay is established are:-

- (i) To further the education of children attending Egerton Rothesay School.
- (ii) The advancement of education in the United Kingdom and elsewhere (including social and physical training) of persons and children attending schools, colleges or other places of education in which religious instruction in accordance with the doctrines and principles of the Protestant and evangelical faith is given.

The Charity does not undertake fundraising.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Egerton-Rothesay School Limited

Egerton-Rothesay School Limited is a wholly owned subsidiary of the Charity. It is managed by a Board of Directors which includes Mr Stephen East who represents the Charity.

Review of Development, Activities and Achievements

The School continues to carry into effect the charitable objectives of the Trust.

The School having consolidated its operations on to one site continues to build on its proven ability to provide an educational environment where pupils who need additional support can achieve their potential.

The School's focus is being build around the following key strands of activity:

- Providing an exciting, relevant and supported educational experience.
- For students who have found, or might find, it difficult to make progress and succeed within another school where there is inadequate provision for their specific needs.
- To make a unique and excellent contribution into the life of each child ensuring that they can be supported in the way that they personally need to maximise their individual learning potential.
- Provide an environment offering exceptional pastoral care and spiritual development based on and informed by the School's Christian ethos.

With this focus we continue to draw children from a wide area - made possible by our 9-route bus service and to also act as specialist education provider to 17 Local Authorities who pay full fees for 123, part fees for 12 and no part of the fees for 14 children with EHCP's so they can attend Egerton Rothesay School.

As we are now well established in the SEN market both on the open market with private fee paying parents and local authorities, the need for Open days has reduced amounting to one possible two per year.

The average number of pupils for the year was 170.

The school has continued to develop its links to the local Christian community as part of its own ministry. We intend to build further network links with both ministers and youth activities in the area both for the benefit of our own children and to enable them to make a contribution for others.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Future developments

The Trustees are keeping the current activities and objectives under review and are looking at opportunities to further the objects of the Charity, in particular in relation to the School, but will also generally examine opportunities as and when they arise.

The Trustees continue to monitor the effects of the Covid-19 pandemic on the School and the mitigating actions taken to offset these where possible.

Covid-19

The school was affected by the National Lockdown and closure of schools in January 2021 to March 2021. Whilst staying open to cater for vulnerable and key worker pupils the school also made use of online teaching to enable pupils to continue their education with the least possible interruption. As the school continued to provide education to its public fees continued to be received other than where specific services could not be provided. Some members of staff were furloughed during the closure which mitigated some of the lost revenue.

Financial review

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited and these are reviewed in further detail overleaf. The School continued to implement the conclusions from a review of how its activities should be focused going forward. The Trustees continue to support the changes to the School's operations. Continued plans are in place to ensure that the School has sufficient resources available to finance its operations through the period of change.

The School made a profit after tax before donations to the charity of £404,197, which is slightly lower than the profit in the previous year of £448,401.

During the year the Charity received a distribution from its subsidiary of £350,000 (a donation of £225,000 was accrued in the 2019 accounts and paid in 2020) and donation from parents including gift aid of £54,559 (2020 - £9,765).

At the year end date the funds of the Charity consisted of unrestricted funds of £2,078,977 (2020 - £1,170,759) and restricted funds of £3,710 (2020 - £3,710) giving total funds of £2,082,687 (2020 - £1,714,469).

At the year end date the funds of the Group consisted of unrestricted funds of £2,981,864 (2020 - £2,559,450) and restricted funds of £3,710 (2020 - £3,710) giving total funds of £2,985,574 (2020 - £2,563,160).

It is the policy of Egerton Rothesay to hold reserves in unrestricted funds that have not yet been committed or designated for any particular purpose. The Trustees have retained these reserves in order to provide a sound financial base for the charity as part of a policy of good financial management practice.

Having considered the medium term requirements of the Charity £350,000 was invested in a portfolio of investments created for the Charity by J M Finn & Co Limited. The remainder of the Charity's funds are retained on deposit. The Trustees continue to keep the needs and objectives of the Charity under regular review.

The Trustees has assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. Risk management in relation to the operation of the School are governed by its own risk management policies and procedures overseen by its Board of Trustees.

Structure, governance and management

The Trustees are selected and appointed in accordance with the Articles of Egerton Rothesay.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr J C Cooke (Chairman)
Sir J L Cooke
Mr S J East

The Trustees each have a long association with Egerton-Rothesay School Limited and interest in its work. They bring a range of skills to their role as Trustees and review the skills necessary for performance of their duties and any training requirements at least annually. They believe they have available to them the skills necessary to enable the Charity to satisfy its objectives.

Organisational Structure

Egerton Rothesay is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the charity. The Trustees carry the ultimate responsibility for the conduct of the charitable company and for ensuring that the charity satisfies its legal and contractual obligations.

Trustees meet bi-annually and produce formal minutes of the meeting and delegate day-to-day operation of the organisation to senior management. The Trustee Board is independent from management. The Directors of Egerton-Rothesay School Limited meet quarterly and produce formal minutes of the meeting. During the meetings the budget and school performance is reviewed.

Trustees' Interests

The Charity is a company limited by guarantee, having no share capital, with all the Trustees being members of the company. The liability of the members is limited to £1 each in the event of winding up the company.

Charitable Status

Egerton Rothesay is incorporated as a charitable company limited by guarantee (charity number 1091089, company number 4301828) and is governed by its Memorandum and Articles of Association.

Auditor

Azets were appointed as auditor to the company and a resolution proposing that they be re-appointed will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

.....
Mr S J East
Trustee
Dated:

STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees, who are also the directors of Egerton Rothesay for the purpose of company law, are responsible for preparing the Trustees' Report 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 Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees 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 financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

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

**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF EGERTON ROTHESAY**

Opinion

We have audited the financial statements of Egerton Rotheray (the 'Charity') for the year ended 31 August 2021 which comprise the statement of financial activities, the balance sheet and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2021 and of its incoming resources and application of resources, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
 - sufficient accounting records have not been kept; or
 - the financial statements are not in agreement with the accounting records; or
 - we have not received all the information and explanations we require for our audit.
-

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF EGERTON ROTHESAY

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF EGERTON ROTHESAY

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Mark Jackson FCA DChA (Senior Statutory Auditor)
for and on behalf of Azets

Chartered Accountants
Statutory Auditor

.....

Ruthlyn House
90 Lincoln Road
Peterborough
Cambridgeshire
PE1 2SP

Azets is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

Draft Financial Statements
EGERTON ROTHESAY

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 AUGUST 2021

Group		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
Income from:							
Donations and legacies	3	24,559	-	24,559	43,680	-	43,680
Other trading activities	4	5,176,727	-	5,176,727	5,214,626	-	5,214,626
Investments	5	22,436	-	22,436	18,448	-	18,448
Total income		5,223,722	-	5,223,722	5,276,754	-	5,276,754
Expenditure on:							
Other trading activities	6	4,712,132	-	4,712,132	4,717,121	-	4,717,121
Charitable activities	7	68,266	-	68,266	67,431	-	67,431
Interest payable		19,254	-	19,254	23,696	-	23,696
Tax expense		55,196	-	55,196	38,668	-	38,668
Total resources expended		4,854,848	-	4,854,848	4,846,916	-	4,846,916
Net gains/(losses) on investments	10	53,540	-	53,540	(13,750)	-	(13,750)
Net movement in funds		422,414	-	422,414	416,088	-	416,088
Fund balances at 1 September 2020		2,559,450	3,710	2,563,160	2,143,362	3,710	2,147,072
Fund balances at 31 August 2021		2,981,864	3,710	2,985,574	2,559,450	3,710	2,563,160

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

Draft Financial Statements
EGERTON ROTHESAY

CONSOLIDATED BALANCE SHEET
AS AT 31 AUGUST 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	11		2,281,424		2,046,368
Investments	12		395,237		338,331
			<u>2,676,661</u>		<u>2,384,699</u>
Current assets					
Debtors	14	99,369		280,709	
Cash at bank and in hand		1,622,795		1,504,582	
			<u>1,722,164</u>		<u>1,785,291</u>
Creditors: amounts falling due within one year	16	(831,684)		(980,164)	
Net current assets			<u>890,480</u>		<u>805,127</u>
Total assets less current liabilities			<u>3,567,141</u>		<u>3,189,826</u>
Creditors: amounts falling due after more than one year	17		(511,264)		(611,142)
Provisions for liabilities			<u>(70,303)</u>		<u>(15,524)</u>
Net assets			<u>2,985,574</u>		<u>2,563,160</u>
Income funds					
Restricted funds	20	3,710		3,710	
Unrestricted funds		2,981,864		2,559,450	
			<u>2,985,574</u>		<u>2,563,160</u>

Draft Financial Statements
EGERTON ROTHESAY

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2021

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2021, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on

.....
Mr S J East
Trustee

Company Registration No. 4301828

Draft Financial Statements
EGERTON ROTHESAY

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	12		1,143,078		1,086,172
Current assets					
Debtors	14	11,330		9,951	
Cash at bank and in hand		963,139		643,633	
			<u>974,469</u>		<u>653,584</u>
Creditors: amounts falling due within one year	16	(34,860)		(25,287)	
Net current assets			<u>939,609</u>		<u>628,297</u>
Total assets less current liabilities			<u>2,082,687</u>		<u>1,714,469</u>
Income funds					
Restricted funds	20		3,710		3,710
Unrestricted funds			<u>2,078,977</u>		<u>1,710,759</u>
			<u>2,082,687</u>		<u>1,714,469</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2021, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on

.....
Mr S J East
Trustee

Company Registration No. 4301828

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

Charity information

Egerton Rothesay is a private company limited by guarantee incorporated in England and Wales. The registered office is Egerton Rothesay School, Durrants Lane, Berkhamsted, Hertfordshire, HP4 3UJ, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements. Further, forecasts and business plans have been prepared which provide comfort that the Group and Charity will continue to trade in the foreseeable future.

1.3 Charitable funds

General unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Restricted funds represent funds which have been donated to the Group for a specific purpose.

1.4 Income

Voluntary income represents donations received by the charity, and are accounted for when received.

Investment income represents bank interest receivable.

Other trading activities represents amounts receivable for school fees and similar income plus other operating income of the subsidiary Egerton-Rothesay School Limited. Revenue from school fees and similar income is recognised in the term in which the services are provided and when:

- the amount of revenue can be measured reliably; and
- it is probable that the company will receive the consideration due.

Revenue is deferred where received in advance of the service.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies **(Continued)**

1.5 Expenditure

Expenditure is recognised on an accruals basis and when there is a legal or constructive obligation to do so.

Charitable activities represents the legal, professional and other costs of running the charity.

Other trading activities are those costs incurred by the trading activity of the subsidiary Egerton-Rothesay School Limited.

1.6 Tangible fixed assets

All assets costing £500 or more are capitalised and depreciated.

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	3 to 8 years straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Investments for the charity are stated at market value. Realised and unrealised gains and losses on investments are recognised in the Statement of Financial Activities.

1.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

Egerton Rothesay is a charitable company and does not carry out activity that would be subject to corporation tax.

Egerton-Rothesay School Limited, a subsidiary of Egerton Rothesay, is subject to corporation tax.

1.12 Retirement benefits

The Company operates defined contribution plans for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

1.13 Distributions

Distributions to the charity from the subsidiary are recognised when they are paid. Distributions are eliminated on consolidation.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Donations from parents including gift aid	24,559	43,680	24,559	43,680
Distributions from subsidiary	350,000	-	-	-
	<u>374,559</u>	<u>43,680</u>	<u>24,559</u>	<u>43,680</u>

4 Other trading activities

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
School fees and similar income	-	-	5,176,727	5,214,626
	<u>-</u>	<u>-</u>	<u>5,176,727</u>	<u>5,214,626</u>

5 Investments

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Interest receivable	8,384	5,188	22,436	18,448
	<u>8,384</u>	<u>5,188</u>	<u>22,436</u>	<u>18,448</u>

6 Raising funds

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
<u>Trading costs</u>				
School expenditure	-	-	4,712,132	4,717,121
	<u>-</u>	<u>-</u>	<u>4,712,132</u>	<u>4,717,121</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

7 Charitable activities

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Legal and professional fees	63,249	64,324	63,249	64,324
Investment management fees	5,017	3,107	5,017	3,107
	<u>68,266</u>	<u>67,431</u>	<u>68,266</u>	<u>67,431</u>

Included in legal and professional fees is £60,000 (2020 - £60,000) which relates to services purchased from Marshall Lucas/Marshall Management Limited for the year. They have been disclosed as a related party transaction in note 22.

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

9 Employees

The average monthly number of employees during the year was:

	Charity 2021	Charity 2020	Group 2021	Group 2020
Average number of Trustees	3	3	3	3
Average number of employees	-	-	151	150
	<u>3</u>	<u>3</u>	<u>154</u>	<u>153</u>

	Charity 2021	Charity 2020	Group 2021	Group 2020
Wages and salaries	-	-	2,888,340	2,884,232
Social security costs	-	-	241,556	237,690
Other pension costs	-	-	536,016	519,007
	<u>-</u>	<u>-</u>	<u>3,665,912</u>	<u>3,640,929</u>

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

	2021 Number	2020 Number
£60,001 - £70,000	1	2
£70,001 - £80,000	1	-
£80,001 - £90,000	-	1
	<u>2</u>	<u>3</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

9 Employees

(Continued)

The key management personnel of the Group are deemed by the Trustees to be the members of the 'Management and Leadership Team'. During the year there were 10 members (2020 - 10 members) and their total remuneration was £521,681 (2020 - £522,900). This includes pension contributions of £80,217 (2020 - £64,412).

10 Net gains/(losses) on investments

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Realised gain/(loss) on investment	(134)	(263)	(134)	(263)
Unrealised gain/(loss) on investment	53,674	(13,487)	53,674	(13,487)
	<u>53,540</u>	<u>(13,750)</u>	<u>53,540</u>	<u>(13,750)</u>

11 Tangible fixed assets

Group only	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 September 2020	2,586,792	748,717	3,335,509
Additions	-	343,245	343,245
At 31 August 2021	<u>2,586,792</u>	<u>1,091,962</u>	<u>3,678,754</u>
Depreciation and impairment			
At 1 September 2020	628,629	660,512	1,289,141
Depreciation charged in the year	51,882	56,307	108,189
At 31 August 2021	<u>680,511</u>	<u>716,819</u>	<u>1,397,330</u>
Carrying amount			
At 31 August 2021	<u>1,906,281</u>	<u>375,143</u>	<u>2,281,424</u>
At 31 August 2020	<u>1,958,163</u>	<u>88,205</u>	<u>2,046,368</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

12 Fixed asset investments

Charity and Group	Listed investments £
Cost or valuation	
At 1 September 2020	338,331
Additions	19,812
Valuation changes	65,013
Disposals	(27,919)
At 31 August 2021	<u>395,237</u>
Carrying amount	
At 31 August 2021	<u>395,237</u>
At 31 August 2020	<u><u>338,331</u></u>

Listed investments are held and managed by investment managers.

There is no single investment greater than 10% of the whole portfolio value.

Subsidiary undertaking	Charity £	Group £
Cost		
At 31 August 2020 and 31 August 2021	<u>747,841</u>	<u>-</u>

In the opinion of the Trustees, the aggregate value of the Charity's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Company	Company number	Shares held Class	%
Egerton-Rothesay School Limited	02226604	Ordinary	100

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited. The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Income £	Expenditure £	Profit for the year £
Egerton-Rothesay School Limited	<u>1,650,729</u>	<u>5,190,779</u>	<u>4,786,582</u>	<u>404,197</u>

The registered office of the subsidiary is the same as for the Charity.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

13 Financial instruments

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Carrying amount of financial assets				
Listed investments	395,237	338,331	395,237	338,331
Cash and cash equivalents	963,139	643,633	1,622,795	1,504,582
	<u>1,358,376</u>	<u>981,964</u>	<u>2,018,032</u>	<u>1,842,913</u>
Carrying amount of financial liabilities				
Trade creditors	-	-	92,716	241,431
Other creditors	-	-	46,399	45,091
Accruals	4,860	25,287	143,320	63,263
Borrowings	-	-	599,870	684,269
	<u>4,860</u>	<u>25,287</u>	<u>882,305</u>	<u>1,034,054</u>

14 Debtors

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Amounts falling due within one year:				
Trade debtors	-	-	45,126	152,842
Other debtors	11,330	9,951	21,634	92,190
Prepayments and accrued income	-	-	32,609	35,677
	<u>11,330</u>	<u>9,951</u>	<u>99,369</u>	<u>280,709</u>

15 Loans and overdrafts

	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Bank loans	-	-	431,516	498,352
Other loans	-	-	168,354	185,917
	<u>-</u>	<u>-</u>	<u>599,870</u>	<u>684,269</u>
Payable within one year	-	-	88,606	84,372
Payable after one year	-	-	511,264	599,897

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

16 Creditors: amounts falling due within one year

	Notes	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Bank loans	15	-	-	70,340	66,809
Other borrowings		-	-	18,266	17,563
Corporation tax payable		-	-	-	41,014
Taxation and social security		-	-	69,657	61,747
Payments received on account		-	-	390,986	454,491
Trade creditors		-	-	92,716	241,431
Amounts owed to subsidiary		30,000	-	-	-
Other creditors		-	-	46,399	45,091
Accruals and deferred income		4,860	25,287	143,320	52,018
		<u>34,860</u>	<u>25,287</u>	<u>831,684</u>	<u>980,164</u>

Included in group other creditors is pension contributions payable of £46,399 (2020 - £45,091).

17 Creditors: amounts falling due after more than one year

	Notes	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
Bank loans	15	-	-	361,176	431,543
Other borrowings		-	-	150,088	168,354
Accruals and deferred income		-	-	-	11,245
		<u>-</u>	<u>-</u>	<u>511,264</u>	<u>611,142</u>

Amounts falling due after more than 5 years

£94,444 (2020 - £164,784) of the bank loan and £62,272 (2020 - £80,538) of the other loan is due after more than five years from the balance sheet date.

Secured loans

Banking facilities are secured by the first legal charge over the site at Durrants Lane, Berkhamsted, Herts, HP4 3UJ.

Interest on bank loans is paid at 2.25% above the base rate.

In 2017 a secured loan facility was taken out for £300,000 in order to acquire the Woods Building which was previously rented. The year end balance is shown above within other borrowings and is secured by way of a second legal charge over the Durrants Lane site.

Interest on other loans is paid at 4%.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

18 Provisions for deferred taxation

	Notes	Charity 2021 £	Charity 2020 £	Group 2021 £	Group 2020 £
At beginning of the year	18	-	-	15,524	17,870
Charge for the year	19	-	-	54,779	(2,346)
		-	-	70,303	15,524
		-	-	70,303	15,524

19 Retirement benefit schemes

Defined contribution schemes

The group operates a defined contribution pension scheme for all qualifying employees, NEST pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund.

The pension cost charge represents contributions payable by the group to the fund and amounted to £98,363 (2020 - £103,513) in relation to NEST.

In addition, contributions are made to personal pension schemes. The pension cost charge represents contributions payable by the group into the schemes and amounted to £625 (2020 - £625).

Defined benefit schemes

The group contributes to a defined benefit multi-employer pension scheme, the Teachers Pension Scheme (TPS). This is an aggregate of the pre 2015 scheme and the 2015 scheme. Contributions to the scheme were determined on the basis of quadrennial actuarial valuations carried out by the Government Actuary. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. This sets out the contribution rates for the implementation period (1 April 2019 to 31 March 2023).

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The contributions during the year totalled £437,028 (2020 - £414,868).

A copy of the valuation report and supporting documentation is on the Teachers' Pension website.

Under the definitions set out in FRS102, the TPS is an unfunded multi-employer pension scheme. The group has recognised contributions to the scheme as if it were a defined contribution scheme.

Contributions totalling £46,398 (2020 - £45,091) were payable in respect of pensions at the year end and are included in other creditors.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

20 Restricted funds

Charity and Group

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds						
	Balance at 1 September 2019	Incoming resources	Resources expended	Balance at 1 September 2020	Incoming resources	Resources expended	Balance at 31 August 2021
	£	£	£	£	£	£	£
Restricted funds	3,710	-	-	3,710	-	-	3,710

Restricted funds are in respect of a donation received for specific expenditure within the School.

21 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 August 2021 are represented by:						
Tangible assets	2,281,424	-	2,281,424	2,046,368	-	2,046,368
Investments	395,237	-	395,237	338,331	-	338,331
Current assets/ (liabilities)	886,770	3,710	890,480	801,417	3,710	805,127
Long term liabilities	(511,264)	-	(511,264)	(611,142)	-	(611,142)
Provisions	(70,303)	-	(70,303)	(15,524)	-	(15,524)
	<u>2,981,864</u>	<u>3,710</u>	<u>2,985,574</u>	<u>2,559,450</u>	<u>3,710</u>	<u>2,563,160</u>

22 Events after the reporting date

Following the end of the year the charity invested a further £150,000 of surplus funds into the listed investment portfolio.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

23 Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" not to provide disclosures of transactions entered into with other wholly owned members of the Group.

The loan taken out to purchase the previously rented Woods building is provided by Pact Holdings Limited as trustee of God Save Britain Crusade (registered charity number 262703). Mr J C Cooke and Mr S J East are directors of Pact Holdings Limited. The loan was for £300,000.

David Vesey, Director of Egerton-Rothesay School Limited, operates as Marshall Lucas and is also a Director of Marshall Management Limited. During the year, the charity purchased services in the ordinary course of business from Marshall Lucas amounting to £60,000 (2020 - £60,000). At the year end £nil (2020 - £20,000) was outstanding.

24 Analysis of changes in net funds

	At 1 September 2020	Cash flows	At 31 August 2021
	£	£	£
Cash at bank and in hand	1,504,582	118,213	1,622,795
Loans falling due within one year	(84,372)	(4,234)	(88,606)
Loans falling due after more than one year	(599,897)	88,633	(511,264)
	<u>820,313</u>	<u>202,612</u>	<u>1,022,925</u>

EGERTON ROTHESAY

England & Wales - Charity number 1091089

Accounts

Company Registration No: 4301828

Charity Registration No: 1091089

Egerton Rothesay

(A company limited by guarantee)

Consolidated Annual Report and Financial Statements

For the year ended 31 August 2020

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Egerton Rothesay

Charity Information

Trustees:	Jonathan Cedric Cooke (Chairman) Sir Jeremy Lionel Cooke Stephen John East
Secretary:	Sarah Vest
Charity number:	1091089
Company number:	4301828
Registered office:	Durrants Lane Berkhamstead Herts HP4 3UJ
Bankers:	Barclays Bank The Dacorum Group 11 Bank Court Hemel Hempstead Herts HP1 1BX
Auditor:	Mazars LLP The Pinnacle 160 Midsummer Boulevard Milton Keynes MK9 1FF

Egerton Rothesay

Report of the Trustees

For the year ended 31 August 2020

The Trustees present their report and the audited financial statements for the year ended 31 August 2020. The format and content of the reports and financial statements comply with the requirements of The Companies Act 2006, the Statement of Recommended Practice – “Statement of Recommended Practice” (SORP FRS102) the Financial Reporting Standard applicable in the United Kingdom and Ireland (FRS102).

OBJECTS OF THE CHARITY

The objects for which Egerton Rothesay is established are:-

- (i) To further the education of children attending Egerton Rothesay School.
- (ii) The advancement of education in the United Kingdom and elsewhere (including social and physical training) of persons and children attending schools, colleges or other places of education in which religious instruction in accordance with the doctrines and principles of the Protestant and evangelical faith is given.

The Charity does not undertake fundraising.

PRINCIPAL ADDRESS OF THE CHARITY

Durrants Lane
Berkhamsted
Hertfordshire
HP4 3UJ

TRUSTEES

The Trustees are selected and appointed in accordance with the Articles of Egerton Rothesay.

The Trustees, who are also the Directors for the purposes of The Companies Act 2006, set out below have held office during the year ended 31 August 2020.

Jonathan Cedric Cooke (Chairman)

Sir Jeremy Lionel Cooke

Stephen John East

The Trustees each have a long association with Egerton-Rothesay School Limited and interest in its work. They bring a range of skills to their role as Trustees and review the skills necessary for performance of their duties and any training requirements at least annually. They believe they have available to them the skills necessary to enable the Charity to satisfy its objectives.

Egerton Rothesay

Report of the Trustees

For the year ended 31 August 2020

ORGANISATIONAL STRUCTURE

Egerton Rothesay is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the charity. The Trustees carry the ultimate responsibility for the conduct of the charitable company and for ensuring that the charity satisfies its legal and contractual obligations.

Trustees meet bi-annually and produce formal minutes of the meeting and delegate the day-to-day operation of the organisation to senior management. The Trustee Board is independent from management. The Directors of Egerton-Rothesay School Limited meet quarterly and produce formal minutes of the meeting. During the meetings the budget and school performance is reviewed.

TRUSTEES' INTERESTS

The Charity is a company limited by guarantee, having no share capital, with all the Trustees being members of the company. The liability of the members is limited to £1 each in the event of winding up the company.

CHARITABLE STATUS

Egerton Rothesay is incorporated as a charitable company limited by guarantee (charity number 1091089, company number 4301828) and is governed by its Memorandum and Articles of Association.

ADVISERS

Details of advisers can be found on page 1.

PUBLIC BENEFIT

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning the future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

FINANCIAL REVIEW

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited and these are reviewed in further detail overleaf. The School continued to implement the conclusions from the review of how its activities should be focused going forward. The Trustees continue to support the changes to the School's operations. Continued plans are in place to ensure that the School has sufficient resources available to finance its operations through the period of change.

The School made a profit after tax before donation to the charity of £448,401 in the year, which is higher than the profit in the previous year of £333,077.

During the year the Charity received a distribution from its subsidiary of £Nil (2019: £225,000) and donation from parents including gift aid of £9,765 (2019: £10,215).

At the year end date the funds of the Charity consisted of unrestricted funds of £1,710,759 (2019: £1,743,072 and restricted funds of £3,710 (2019: £3,710) giving total funds of £1,714,469 (2019: £1,746,782).

At the year end date the funds of the Group consisted of unrestricted funds of £2,559,450 (2019: £2,143,362 and restricted funds of £3,710 (2019: £3,710) giving total funds of £2,563,160 (2019: £2,147,072).

Egerton Rothesay

Report of the Trustees

For the year ended 31 August 2020

EGERTON-ROTHESAY SCHOOL LIMITED

Egerton-Rothesay School Limited is a wholly owned subsidiary of the Charity. It is managed by a Board of Directors which includes Mr Stephen East who represents the Charity.

REVIEW OF THE DEVELOPMENT, ACTIVITIES AND ACHIEVEMENTS

The School continues to carry into effect the charitable objectives of the Trust.

The School having consolidated its operations on to one site continues to build on its proven ability to provide an educational environment where pupils who need additional support can achieve their potential.

The School's focus is being built around the following key strands of activity:

- Providing an exciting, relevant and supported educational experience.
- For students who have found, or might find, it difficult to make progress and succeed within another school where there is inadequate provision for their specific needs.
- To make a unique and excellent contribution into the life of each child ensuring that they can be supported in the way that they personally need to maximise their individual learning potential.
- Provide an environment offering exceptional pastoral care and spiritual development based on and informed by the School's Christian ethos.

With this focus we continue to draw children from a wide area - made possible by our 10-route bus service - and to also act as specialist education provider to 17 Local Authorities who pay full fees for 97, part fees for 12 and no part of the fees for 21 children with EHCP's so they can attend Egerton Rothesay School.

As we are now well established in the SEN market both on the open market with private fee paying parents and local authorities, the need for Open days has reduced amounting to one possibly two per year.

The average number of pupils for the year was 173.

The school has continued to develop its links to the local Christian community as part of its own ministry. We intend to build further network links with both ministers and youth activities in the area both for the benefit of our own children and to enable them to make a contribution for others.

FUTURE DEVELOPMENTS

The Trustees are keeping the current activities and objectives under review and are looking at opportunities to further the objects of the Charity, in particular in relation to the School, but will also generally examine opportunities as and when they arise.

The Trustees continue to monitor the effects of the Covid19 pandemic on the School and the mitigating actions taken to offset these effects where possible

Covid-19

The school was affected by the National Lockdown and closure of schools in March 2020. Whilst staying open to cater for vulnerable and key worker pupils the school also made use of online teaching to enable pupils to continue their education with the least possible interruption. As the school continued to provide education to its pupils fees continued to be received other than where specific services could not be provided. Some members of staff were furloughed during the closure which mitigated some of the lost revenue.

Egerton Rothesay

Report of the Trustees

For the year ended 31 August 2020

RISK MANAGEMENT

The Trustees continue to keep under review the assessment of risks to which the Charity is exposed and ensure that systems are in place to mitigate its exposure to major risks. Risk management in relation to the operation of the School are governed by its own risk management policies and procedures overseen by its Board of Trustees.

INVESTMENT POLICY

Having considered the medium term requirements of the Charity £350,000 has been invested in a portfolio of investments created for the Charity by JM Finn & Co Limited. The remainder of the Charity's funds are retained on deposit. The Trustees continue to keep the needs and objectives of the Charity under regular review.

RESERVES POLICY

It is the policy of Egerton Rothesay to hold reserves in unrestricted funds that have not yet been committed or designated for any particular purpose. The Trustees have retained these reserves in order to provide a sound financial base for the charity as part of a policy of good financial management practice.

AUDITOR

Mazars LLP were appointed auditor to the company and a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

STATEMENT OF THE RESPONSIBILITIES OF THE TRUSTEES

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Egerton Rothesay

Report of the Trustees

For the year ended 31 August 2020

STATEMENT OF DISCLOSURE OF INFORMATION TO THE AUDITOR

We confirm that we have taken all necessary steps to make us aware, as Trustees, of any relevant audit information and to establish that the auditor is aware of that information.

As far as we are aware, there is no relevant audit information of which the group's auditors are unaware.

POST BALANCE SHEET EVENTS

Apart from the ongoing Covid-19 pandemic there have been no other significant events affecting the group or charity since the year end.

SMALL COMPANY

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Approved by the Trustees on Apr 2, 2021

Signed on its behalf by

S J East

S J East (Apr 2, 2021 12:54 GMT+1)

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Stephen John East

Trustee

Egerton Rothesay

Independent Auditor's Report to the Members of Egerton Rothesay

Opinion

We have audited the financial statements of Egerton Rothesay (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 August 2020 which comprise of the Statement of Financial Activities – Charity, the Statement of Financial Activities – Group, the Balance Sheets – Charity and Group, the Statement of Cash Flows – Group and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 August 2020 and of the group's and the parent charity's 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees' have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Independent Auditor's Report to the Members of Egerton Rothesay

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report which includes the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the group and the parent charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specific by law are not made; or
- we have not received all the information and explanations we require for our audit.
- 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 Trustees' Report and from the requirement to prepare a Strategic Report.

Egerton Rothesay

Independent Auditor's Report to the Members of Egerton Rothesay

Responsibilities of Trustees

As explained more fully in the Statement of the Responsibilities of the Trustees set out on page 5, the trustees (who are also the directors of the parent charity 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under the Companies Act 2006 and report in accordance with regulations made under the Act.


Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of the audit report

This report is made solely to the 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 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.


Vincent Marke (Apr 7, 2021 14:38 GMT+1)

Vincent Marke (Senior Statutory Auditor)
for and on behalf of **Mazars LLP**
Chartered Accountants and Statutory Auditor
The Pinnacle
160 Midsummer Boulevard
Milton Keynes
MK9 1FF

Date: Apr 7, 2021

Egerton Rothesay

Statement of Financial Activities - Charity

For the year ended 31 August 2020

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Income from:					
Voluntary income	4	43,680	-	43,680	236,772
Investment income		5,188	-	5,188	-
Total income		<u>48,868</u>	<u>-</u>	<u>48,868</u>	<u>236,772</u>
Expenditure:					
Other trading activities	6	67,431	-	67,431	64,886
Realised loss on investments		263	-	263	
Unrealised loss on investments		13,487	-	13,487	
Total expenditure		<u>81,181</u>	<u>-</u>	<u>81,181</u>	<u>64,886</u>
Net movement in funds		(32,313)	-	(32,313)	171,886
Total funds brought forward		1,743,072	3,710	1,746,782	1,574,896
Total funds carried forward	20	<u>1,710,759</u>	<u>3,710</u>	<u>1,714,469</u>	<u>1,746,782</u>

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

There were no recognised gains and losses for 2020 or 2019 other than those included in the Statement of Financial Activities.

There was no other comprehensive income for 2020 (2019 - £NIL).

The notes on pages 14 to 28 form part of these financial statements.

Egerton Rothesay

Statement of Financial Activities - Group

For the year ended 31 August 2020

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Income from:					
Voluntary income	4	43,680	-	43,680	11,772
Investment income		18,448	-	18,448	38,934
Other trading activities	5	5,214,626	-	5,214,626	4,986,777
Total income		<u>5,276,754</u>	<u>-</u>	<u>5,276,754</u>	<u>5,037,483</u>
Expenditure:					
Charitable activities	6	67,431	-	67,431	64,886
Other trading activities	8	4,717,121	-	4,717,121	4,628,283
Interest payable	9	23,696	-	23,696	28,132
Tax expense	10	38,668	-	38,668	36,218
Total expenditure		<u>4,846,916</u>	<u>-</u>	<u>4,846,916</u>	<u>4,757,519</u>
Net losses on investments		<u>13,750</u>	<u>-</u>	<u>13,750</u>	
Net movement in funds		416,088	-	416,088	279,964
Total funds brought forward		2,143,362	3,710	2,147,072	1,867,108
Transfers		-	-	-	-
Total funds carried forward	20	<u><u>2,559,450</u></u>	<u><u>3,710</u></u>	<u><u>2,563,160</u></u>	<u><u>2,147,072</u></u>

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

There were no recognised gains and losses for 2020 or 2019 other than those included in the Consolidated Statement of Financial Activities.

There was no other comprehensive income for 2020 (2019 - £NIL).

The notes on pages 14 to 28 form part of these financial statements.

Egerton Rothesay

Balance Sheets - Charity and Group

For the year ended 31 August 2020

Company number: 4301828

	Note	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Fixed assets					
Tangible assets	12	-	-	2,046,368	1,954,427
Investments	13	338,331	-	338,331	-
Investment in subsidiary	13	747,841	747,841	-	-
		<u>1,086,172</u>	<u>747,841</u>	<u>2,384,699</u>	<u>1,954,427</u>
Current assets					
Debtors	14	9,951	234,397	280,709	94,393
Cash and cash equivalents	15	643,633	770,135	1,504,582	1,804,662
		<u>653,584</u>	<u>1,004,532</u>	<u>1,785,291</u>	<u>1,899,055</u>
Creditors: Amounts falling due within one year	16	(25,287)	(5,591)	(980,164)	(1,004,575)
Net current assets		<u>628,297</u>	<u>998,941</u>	<u>805,127</u>	<u>894,480</u>
Creditors: Amounts falling due after more than one year	17	-	-	(611,142)	(683,965)
Provision for deferred taxation	18	-	-	(15,524)	(17,870)
Net assets		<u><u>1,714,469</u></u>	<u><u>1,746,782</u></u>	<u><u>2,563,160</u></u>	<u><u>2,147,072</u></u>
Funds					
Unrestricted funds		1,710,759	1,743,072	2,559,450	2,143,362
Restricted funds		3,710	3,710	3,710	3,710
	20	<u><u>1,714,469</u></u>	<u><u>1,746,782</u></u>	<u><u>2,563,160</u></u>	<u><u>2,147,072</u></u>

The notes on pages 14 to 28 form part of these financial statements.

The financial statements were approved and authorised for issue by the Board of Trustees and were signed on its behalf on Apr 2, 2021

S J East

S J East (Apr 2, 2021 12:54 GMT+1)

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Stephen John East

Trustee

Egerton Rothesay

Statement of Cash Flows - Group

For the year ended 31 August 2020

	2020	2019
	£	£
Cash flows from operating activities		
Net movement in funds	416,088	279,964
Adjustments for:		
Depreciation	90,126	92,585
Interest paid	23,696	28,132
Investment income	(18,448)	(38,934)
Tax expense	38,668	36,214
Decrease in debtors	(186,316)	493
(Decrease)/increase in creditors	(24,977)	(340,333)
Corporation tax paid	(32,698)	(24,060)
	306,139	34,061
Net cash flows from operating activities		
Purchase of fixed assets	(182,067)	(76,292)
Investment income	18,448	38,934
	(163,619)	(37,358)
Cash flows used in investing activities		
Loan repayments in the year	(80,573)	(77,377)
Interest paid	(23,696)	(28,132)
Investment	(338,331)	-
	(442,600)	(105,509)
Net increase/(decrease) in cash	(300,080)	(108,806)
Cash and cash equivalents at start of the year	1,804,662	1,913,468
Cash and cash equivalents at end of the year	1,504,582	1,804,662

The notes on pages 14 to 28 form part of these financial statements.

Egerton Rothesay

Notes to the financial statements

For the year ended 31 August 2020

1. General information

Egerton Rothesay is a registered charity (No: 1091089) and a private company limited by guarantee (No: 4301828) registered and incorporated in England and Wales. The address of its registered office and principal place of business is disclosed in the company information.

The principal activity of the charity is to further the education of children attending Egerton-Rothesay School.

The principal activity of the subsidiary (Egerton-Rothesay School Limited) continued to be that of running an independent school which provides a supportive educational environment to meet the specific educational special needs of its pupils.

These financial statements have been presented in Pounds Sterling (£) as this is the Charity and Group's functional currency, being the primary economic environment in which the Charity and Group operates. The monetary amounts included in these financial statements are rounded to the nearest £.

2. Principal accounting policies

Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and the charity follows best practice as set out in the Statement of Recommended Practice: 'Accounting and Reporting by Charities' (SORP), the Financial Reporting Standard applicable in the United Kingdom and Ireland (FRS102) and the Charities and Companies Acts. They include the results of the charity's operations which are described in the Trustees Report and all of which are continuing.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning the future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set as a Public Benefit entity.

Basis of consolidation

The group financial statements consolidate the financial statements of the company and its subsidiary undertaking made up to 31 August 2020.

Going concern

The financial statements have been prepared on a going concern basis as the Trustees have not identified any material uncertainties or events that may cast significant doubt about the ability of the Company or Group to continue as a going concern. Further, forecasts and business plans have been prepared which provide comfort that the Group and Charity will continue to trade in the foreseeable future.

Funds

Restricted funds represent funds which have been donated to the Group for a specific purpose.

General unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Egerton Rothesay

Notes to the financial statements

For the year ended 31 August 2020

Income

Voluntary income represents donations received by the charity, and are accounted for when received.

Investment income represents bank interest receivable.

Other trading activities represents amounts receivable for school fees and similar income plus other operating income of the subsidiary Egerton-Rothesay School Limited. Revenue from school fees and similar income is recognised in the term in which the services are provided and when:

- the amount of revenue can be measured reliably: and
- it is probable that the Company will receive the consideration due.

Revenue is deferred where received in advance of the service.

Resources expended

Expenditure is recognised on an accruals basis and when there is a legal or constructive obligation to do so.

Charitable activities represents the legal, professional and other costs of running the charity.

Other trading activities are those costs incurred by the trading activity of the subsidiary Egerton-Rothesay School Limited.

Investments

Investments for the charity are stated at the market value. Realised and unrealised gains and losses on investments are dealt with in the Statement of Financial Activities.

Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised and depreciated.

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	2% straight line
Office equipment	3 to 8 years straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

Egerton Rothesay

Notes to the financial statements

For the year ended 31 August 2020

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Egerton Rothesay

Notes to the financial statements

For the year ended 31 August 2020

Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

Distributions

Distributions to the charity from the subsidiary are recognised when they are paid. Distributions are eliminated on consolidation.

Operating leases: the Group as lessee

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

Pensions

The Company operates defined contribution plans for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

Investment income

Investment income plus associated tax recoverable is credited to income on an accruals basis, using dates of payment for dividends, and daily accrual for interest.

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

Taxation

Egerton Rothesay is a charitable company and does not carry out activity that would be subject to corporation tax.

Egerton-Rothesay School Limited, a subsidiary of Egerton Rothesay, is subject to corporation tax.

Egerton Rothesay

Notes to the financial statements

For the year ended 31 August 2020

Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

Value added tax

Value added tax is not recoverable by the charity, and as such is included in the relevant costs in the Statement of Financial Activities.

Egerton-Rothesay School Limited, the subsidiary company, is VAT registered and recovers VAT on a partial exemption basis.

3. Judgements in applying accounting policies and key sources of uncertainty

In applying the company's accounting policies, the Trustees are required to make judgements, estimates and assumptions in determining the carrying amounts of assets and liabilities. The Trustees' judgements, estimates and assumptions are based on the best and most reliable evidence available at the time when the decisions are made, and are based on historical experience and other factors that are considered to be applicable. Due to inherent subjectivity involved in making such judgements, estimates and assumptions, the actual results and outcomes may differ.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

The key estimates and assumption made in these accounts is depreciation. Tangible fixed assets are stated at cost less depreciation which is provided in equal annual instalments over the estimated useful life of the assets (refer to accounting policy).

In the opinion of the Directors of Egerton-Rothesay School Limited, the open market value of the freehold land and buildings is not significantly different to the value in the accounts in its current use.

4. Voluntary income

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Distributions from subsidiary	-	225,000	-	-
Donation from parents including gift aid	43,680	11,772	43,680	11,772
	<u>43,680</u>	<u>236,772</u>	<u>43,680</u>	<u>11,772</u>

After the year end the Directors of the school approved a distribution to the parent charity of £350,000 which will be paid within 9 months of the year end and be accounted for in the accounts for the year ending 30th August 2021. This will mean that the reserves of the school will be higher and the reserves of the parent charity lower than would have been the case in prior years, but this has no effect on the consolidated figures.

Egerton Rothesay

Notes to the financial statements For the year ended 31 August 2020

5. Income from other trading activities

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
School fees and similar income	-	-	5,214,626	4,986,777
	<u>-</u>	<u>-</u>	<u>5,214,626</u>	<u>4,986,777</u>

6. Expenditure: charitable activities

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Legal and professional fees	64,324	64,886	64,324	64,886
Investment management fees	3,107	-	3,107	-
Grant to subsidiary	-	-	-	-
	<u>67,431</u>	<u>64,886</u>	<u>67,431</u>	<u>64,886</u>

Included in legal and professional fees is £60,000 (2019: £60,000) which relates to services purchased from Marshall Lucas / Marshall Management Limited for the year. They have been disclosed as a related party transaction in note 23.

7. Auditor remuneration

Fees payable to the Group's auditor for the audit of the Company's annual financial statements and other non-audit services were as follows:

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Audit fees	<u>3,000</u>	<u>2,900</u>	<u>10,500</u>	<u>10,100</u>
Non-audit services:				
Tax compliance services	-	-	1,450	1,450
All other services	850	825	1,740	1,690
Total fees for non-audit services	<u>850</u>	<u>825</u>	<u>4,040</u>	<u>3,040</u>

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Notes to the financial statements

For the year ended 31 August 2020

8. Expenditure: other trading activities

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
School expenditure	-	-	4,717,121	4,628,283
	<u>-</u>	<u>-</u>	<u>4,717,121</u>	<u>4,628,283</u>

9. Interest payable

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Bank loans and overdrafts	-	-	15,584	19,370
Other loans	-	-	8,112	8,762
	<u>-</u>	<u>-</u>	<u>23,696</u>	<u>28,132</u>

10. Taxation

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Corporation tax				
U.K. corporation tax	-	-	41,014	36,218
Deferred tax				
Deferred tax (credit)/charge	-	-	(2,346)	-
	<u>-</u>	<u>-</u>	<u>38,668</u>	<u>36,218</u>

11. Staff costs

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Wages & salaries	-	-	2,884,232	2,814,458
Social security costs	-	-	237,690	224,862
Pension costs	-	-	519,007	387,765
	<u>-</u>	<u>-</u>	<u>3,640,929</u>	<u>3,427,085</u>

No Trustee received any remuneration for the services that they provide (2019: none).

No Trustee received any reimbursement for expenses incurred in the year (2019: none).

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Staff costs (continued)

The number of persons employed by the group during the year who received emoluments (including taxable benefits in kind) in the following ranges in excess of £60,000 was as follows:

	2020 Number	2019 Number
£60,000 - £70,000	2	1
£70,001 - £80,000	-	-
£80,001 - £90,000	1	1

The key management personnel of the Group are deemed by the Trustees to be the members of the 'Management and Leadership Team'. During the year ended there were 10 members (2019: 10 members) and their total remuneration was £522,900 (2019: £509,821). This includes pension contributions of £64,412 (2019: £50,105).

	Charity 2020	Charity 2019	Group 2020	Group 2019
Average number of Trustees	3	3	3	3
Average number of employees	-	-	150	145
	<u>3</u>	<u>3</u>	<u>153</u>	<u>148</u>

Trustees' liability

The company is limited by guarantee and does not have a share capital. The members are the Trustees. The number of Trustees at 31 August 2020 was three (2019: three) and each Trustee's guarantee continues to be limited to £1 in the event of the winding up of the company.

12. Tangible fixed assets

Group only	Freehold land and buildings £	Fixtures and Fittings £	Total £
Cost			
At 1 September 2019	2,416,792	736,650	3,153,442
Additions	<u>170,000</u>	<u>12,067</u>	<u>182,067</u>
At 31 August 2020	<u>2,586,792</u>	<u>748,717</u>	<u>3,335,509</u>
Depreciation			
At 1 September 2019	576,747	622,268	1,199,015
Charge for the year	<u>51,882</u>	<u>38,244</u>	<u>90,126</u>
At 31 August 2020	<u>628,629</u>	<u>660,512</u>	<u>1,289,141</u>
Net book value			
At 31 August 2020	<u>1,958,163</u>	<u>88,205</u>	<u>2,046,368</u>
At 31 August 2019	<u>1,840,045</u>	<u>114,382</u>	<u>1,954,427</u>

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Notes to the financial statements For the year ended 31 August 2020

13. Fixed asset investments

Listed investments	Charity £	Group £
Additions	348,011	348,011
Disposals	(7,293)	(7,293)
Realised gains/(losses)	(263)	(263)
Unrealised gains/(losses)	<u>(13,487)</u>	<u>13,487</u>
Investment portfolio	326,968	326,968
Cash balances	<u>11,363</u>	<u>11,363</u>
Total listed investments at market value	<u>338,331</u>	<u>338,331</u>
Total listed investments at historical cost	<u>351,101</u>	<u>351,101</u>

Listed investments are held and managed by JM Finn.

There is no single investment greater than 10% of the whole portfolio value.

Subsidiary undertaking	Charity £	Group £
Cost		
At 31 August 2019 and 31 August 2020	<u>747,841</u>	<u>-</u>

In the opinion of the Trustees, the aggregate value of the Charity's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Company	Company number	Shares held Class	%
Egerton-Rothesay School Limited	02226604	Ordinary	100

The main activities of the Charity are conducted through its subsidiary Egerton-Rothesay School Limited. The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Income £	Expenditure £	Profit for the year £
Egerton-Rothesay School Limited	<u>1,596,532</u>	<u>5,227,886</u>	<u>4,779,485</u>	<u>448,401</u>

The registered office of the subsidiary is the same as for the Charity.

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Notes to the financial statements For the year ended 31 August 2020

14. Debtors

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Due within one year				
Trade debtors	-	-	152,842	47,557
Prepayments and accrued income	-	-	35,677	26,911
Other debtors	9,951	9,397	92,190	19,925
Amounts due from subsidiary	-	225,000	-	-
	<u>9,951</u>	<u>234,397</u>	<u>280,709</u>	<u>94,393</u>

15. Cash and cash equivalents

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Cash at bank and in hand	<u>643,633</u>	<u>770,135</u>	<u>1,504,582</u>	<u>1,804,662</u>
	<u>643,633</u>	<u>770,135</u>	<u>1,504,582</u>	<u>1,804,662</u>

16. Creditors: amounts falling due within one year

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Bank loan	-	-	66,809	63,989
Other loans	-	-	17,563	16,888
Payments received on account	-	-	454,491	587,082
Trade creditors	-	-	241,431	159,237
Corporation tax	-	-	41,014	32,698
Other taxes and social security	-	-	61,747	59,763
Accruals	25,287	5,591	52,018	40,274
Other creditors	-	-	45,091	44,644
	<u>25,287</u>	<u>5,591</u>	<u>980,164</u>	<u>1,004,575</u>

Interest on bank loans is paid at 2.25% above the base rate.

Interest on other loans is paid at 4%.

Included in group other creditors is pension contributions payable of £45,091 (2019: £34,518).

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For the year ended 31 August 2020

17. Creditors: Amounts falling due after more than one year

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Bank loans	-	-	431,543	498,048
Other loans	-	-	168,354	185,917
Deferred income	-	-	11,245	-
	<u>-</u>	<u>-</u>	<u>611,142</u>	<u>683,965</u>

Amounts falling due after more than 5 years

£164,784 (2019 - £238,621) of the bank loan and £80,538 (2019 - £101,478) of the other loan is due after more than five years from the balance sheet date.

None of the deferred income balance will be recognised in more than five years from the balance sheet date.

Secured loans

Banking facilities are secured by the first legal charge over the site at Durrants Lane, Berkhamsted, Herts, HP4 3UJ.

Interest on bank loans is paid at 2.25% above the base rate.

In 2017 a secured loan facility was taken out for £300,000 in order to acquire the Woods Building which was previously rented. The year end balance is shown above as the 'other loan' and is secured by way of a second legal charge over the Durrants Lane site.

Interest on other loans is paid at 4%.

18. Provision for deferred taxation

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
At beginning of the year	-	-	17,870	14,354
Charge for the year	-	-	(2,346)	3,516
	<u>-</u>	<u>-</u>	<u>15,524</u>	<u>17,870</u>

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19. Financial instruments

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Financial assets				
Measured at fair value	643,633	770,135	1,504,582	1,804,662
Measured at amortised cost	209,951	234,397	245,032	67,482
	<u>853,584</u>	<u>1,004,532</u>	<u>1,749,614</u>	<u>1,872,144</u>
Financial liabilities				
Measured at amortised cost	25,287	5,591	1,034,054	1,008,989
	<u>25,287</u>	<u>5,591</u>	<u>1,034,054</u>	<u>1,008,989</u>

Financial assets measured at fair value comprise of cash and cash equivalents.

Financial assets measured at amortised costs comprise of trade debtors, accrued income, other debtors and amounts due from subsidiary.

Financial liabilities measured at amortised cost comprise of bank loan, other loans, trade creditors, accruals and other creditors.

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Notes to the financial statements For the year ended 31 August 2020

20. Funds

Charity

	Unrestricted Funds £	Restricted Funds £	Total £
As at 1 September 2018	1,571,186	3,710	1,574,896
Net movement in funds	171,886	-	171,886
At 31 August 2019	1,743,072	3,710	1,746,782
Net movement in funds	(32,313)	-	(32,313)
At 31 August 2020	1,710,759	3,710	1,714,469

Group

	Unrestricted Funds £	Restricted Funds £	Total £
As at 1 September 2018	1,863,398	3,710	1,867,108
Net movement in funds	279,964	-	279,964
Transfer	-	-	-
At 31 August 2019	2,143,362	3,710	2,147,072
Net movement in funds	416,088	-	454,756
Transfer	-	-	-
At 31 August 2020	2,559,450	3,710	2,563,160

Unrestricted funds represent funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity.

Restricted funds are in respect of a donation received for specific expenditure within the School. A transfer was made in the prior year when part of this donation was paid down to the subsidiary to be spent as intended. The restricted fund is cash at bank and in hand.

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Notes to the financial statements

For the year ended 31 August 2020

21. Pension commitments

Contributions are made to The Teachers' Superannuation Scheme (TSS) and the NEST pension scheme. The TSS is a defined benefit multi-employer pension scheme. The Company is unable to identify its share of the underlying assets and liabilities of the scheme and accordingly the Company has accounted for the scheme as if it were a defined contribution scheme. The NEST pension scheme is a defined contribution scheme.

The pension cost charge represents contributions payable by the Company to the funds and amounted to £414,868 (2019 - £312,784) in relation to TSS and £103,513 (2019 - £73,875) in relation to NEST.

In addition, contributions are made to personal pension schemes. The pension cost charge represents contributions payable by the Company into the schemes and amounted to £625 (2019 - £625).

Contributions totalling £45,091 (2019 - £34,517) were payable in respect of pensions at the year end and are included in other creditors.

22. Commitments under operating leases

At 31 August 2019 the group had annual commitments under non-cancellable operating leases as follows:

	Charity 2020 £	Charity 2019 £	Group 2020 £	Group 2019 £
Expiry date:				
Within one year	-	-	11,434	11,978
Between one and two years	-	-	1,629	9,541
Between two and five years	-	-	-	443
	<u>-</u>	<u>-</u>	<u>13,063</u>	<u>21,962</u>

23. Related party transactions

The Group has taken advantage of the exemption permitted by FRS 102 Section 33 "Related Party Disclosures" note to provide disclosures of transactions entered into with other wholly owned members of the Group.

The loan taken out to purchase the previously rented Woods building is provided by Pact Holdings Limited as trustee of God Save Britain Crusade (registered charity number 262703). Mr J C Cooke and Mr S J East are directors of Pact Holdings Limited. The loan was for £300,000. Refer to the other creditor in note 16 and 17.

David Vesey, Director of Egerton-Rothesay School Limited, operates as Marshall Lucas and is also a Director of Marshall Management Limited. During the year, the charity purchased services in the ordinary course of business from Marshall Lucas amounting to £60,000 (2019: £60,000). At the year end, £20,000 (2019 - £NIL) was outstanding.

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24. Analysis of changes in net debt

	At 1 September 2019 £	Cash flows £	Other non-cash changes £	At 31 August 2020 £
Cash and cash equivalents				
Cash	1,804,662	(300,080)	-	1,504,582
	<u>1,804,662</u>	<u>(300,080)</u>	<u>-</u>	<u>1,504,582</u>
Borrowings				
Debt due within one year	80,877	3,495		84,372
Debt due after one year	683,965	(84,068)		599,897
	<u>764,842</u>	<u>(80,573)</u>	<u>-</u>	<u>684,269</u>