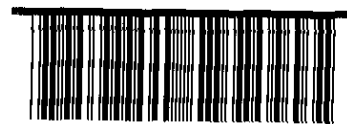


CAMPHILL SOCIAL FUND LIMITED

A company limited by guarantee

Annual Report and Financial Statements

Year ended 30 June 2001



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COMPANIES HOUSE 30/04/02

Deloitte & Touche
2 Queen's Terrace
Aberdeen
AB10 1XL

CONTENTS	Page
Legal and administrative information	1
Report of the Council of Management	2 - 3
Auditors' report	4
Income and expenditure account incorporating statement of financial activities	5
Balance sheet	6
Notes and accounting policies	7 – 9
Additional information	10

CAMPBILL SOCIAL FUND LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

CONSTITUTION

Camphill Social Fund Limited is a company limited by guarantee, governed by its memorandum and articles of association. The Inland Revenue have granted charitable status to the company under section 505 of the Income and Corporation Taxes Act 1988, number SCO 07387.

DIRECTORS AND MEMBERS OF THE COUNCIL OF MANAGEMENT

The directors of the charitable company ("the charity") are the members of the council of management for the purpose of charity law and throughout this report are collectively referred to as the council members. As set out in the Articles of Association, the council members may appoint further members up to a maximum of 20.

Members of the Council of Management who served throughout the year were:

Mrs A Calderwood
Mr R M Reinardy
Miss J Jones
Mrs E Phethean
Mrs K Menzinger
Mrs A Montoux

The company secretary is:

Mr N R Wood

REGISTERED OFFICE

8 Albyn Terrace, Aberdeen, AB10 1YP

AUDITORS

Deloitte & Touche, 2 Queen's Terrace, Aberdeen, AB10 1XL

BANKERS

Royal Bank of Scotland, 80 Union Street, Aberdeen, AB10 1JL

SOLICITORS

Davies Wood Summers, 8 Albyn Terrace, Aberdeen, AB10 1YP

REPORT OF THE COUNCIL OF MANAGEMENT

The council members are pleased to present their report together with the financial statements of the charity for the year ended 30 June 2001.

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the memorandum of articles of association and the Statement of Recommended Practice – Accounting and Reporting by Charities.

OBJECTS OF THE CHARITY

The principal aims of the Fund are to give support to individuals who have committed themselves to Camphill and who are now through sickness, infirmity or old age, in need of financial support and to individuals who have worked in other anthroposophical organisations and who have similar needs; to provide accommodation for the sick, the infirm and the aged and to make investments in projects which assist the foregoing aims.

ORGANISATION

The council of management administers the charity. The council has two scheduled meetings each year and additional meetings are called if required. The Camphill Social Fund Group and Subgroups deal with requests for support received between meetings.

REVIEW OF ACTIVITIES AND FUTURE DEVELOPMENTS

The surplus of income over expenditure on the general fund for the year was £116,399 (2000: £127,974). During the year there has been an increase in extended social expenditure and old age expenditure.

There was a fall in the value of investments held in the year, in the amount of £20,498. The value of investments has fallen further post year-end. These reductions are consistent with market conditions.

During the year further contributions of £99,685 were received by the designated fund and contributions of £83,500 have been repaid. The designated fund represents amounts set aside to be available for contribution to a Funded Unapproved Retired Benefit Scheme. Such a scheme will not now be set up and subsequent to the year-end it has been agreed that the monies in the designated fund will be transferred into the general fund.

During the year ended 30 June 2002 contributions received into the general fund will be increased. Some contributors intend contributing the amounts previously contributed to the designated fund to the general fund in addition to amounts previously contributed to the designated fund, some other contributors have ceased or reduced their overall contributions.

The incoming resources should continue to exceed expenditures in the next few years, however in the longer term the need for financial support is expected to increase significantly. The council members therefore continue to monitor requests rigorously to ensure that there are significant reserves in place for future needs.

RISK MANAGEMENT

The council members have assessed the major risks to which the charity is exposed, in particular those related to the operations and services of the charity and are satisfied that systems are in place to mitigate the charity's exposure to major risks.

RESERVES POLICY

All funds are unrestricted. Contributions are received from other Camphill companies towards funding pensions for retiring members. These contributions are set aside in a designated fund.

BASIS OF PREPARATION

This report has been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies act 1985.

REPORT OF THE COUNCIL OF MANAGEMENT (continued)

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

Company law requires the council members to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity for that period. In preparing those financial statements, the council members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The council members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Approved by the Council of Management
and signed on behalf of the Council**

Elisabeth Phethean

Member

26 April 2002

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CAMPHILL SOCIAL FUND LIMITED

We have audited the financial statements of Camphill Social Fund Limited for the year ended 30 June 2001 which comprise the income and expenditure account incorporating statement of financial activities, the balance sheet and the related notes 1 to 10. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of council members and auditors

As described in the statement of council members' responsibilities, the charity's council members are responsible for the preparation of financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and auditing standards.

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

We read the report of the council of management for the above year and consider the implications for our report if we become aware of any apparent misstatements.

Basis of opinion

We conducted our audit in accordance with United Kingdom auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the council members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

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

Opinion

In our opinion the financial statements give a true and fair view of the state of the charity's affairs as at 30 June 2001 and of its surplus of income over expenditure for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Chartered Accountants and
Registered Auditors



**INCOME AND EXPENDITURE ACCOUNT INCORPORATING
STATEMENT OF FINANCIAL ACTIVITIES
Year ended 30 June 2001**

	Note	General Fund 2001 £	Designated Fund 2001 £	Total Funds 2001 £	Total Funds 2000 £
Incoming Resources: continuing operations					
Contributions received		109,785	99,685	209,470	204,814
Interest received		63,627	-	63,627	63,392
Donations		10,000	-	10,000	-
Investment income		2,273	-	2,273	2,530
Total Incoming Resources		185,685	99,685	285,370	270,736
Resources Expended					
Direct charitable expenses		57,619	83,500	141,119	39,250
Management and administration of the charity		11,667	-	11,667	9,428
Total Resources Expended		69,286	83,500	152,786	48,678
Surplus for year: continuing operations	3	116,399	16,185	132,584	222,058
Other recognised gains and losses					
Unrealised (loss)/gain on investments		(20,498)	-	(20,498)	6,381
Net movement in funds		95,901	16,185	112,086	228,439
Funds brought forward at 1 July 2000		1,266,870	332,994	1,599,864	1,371,425
Funds carried forward at 30 June 2001		1,362,771	349,179	1,711,950	1,599,864

There are no recognised gains or losses for the current and the preceding financial year other than as included in the income and expenditure account.

CAMPBILL SOCIAL FUND LIMITED

BALANCE SHEET 30 June 2001

	Notes	£	2001 £	£	2000 £
FIXED ASSETS					
Loans	5		548,221		625,619
Investments	6		610,867		530,480
			<u>1,159,088</u>		<u>1,156,099</u>
CURRENT ASSETS					
Debtors	7	25,352		37,638	
Cash at bank		532,856		544,535	
		<u>558,208</u>		<u>582,173</u>	
CREDITORS: amounts falling due within one year	8	5,346		138,408	
NET CURRENT ASSETS			<u>552,862</u>		<u>443,765</u>
TOTAL NET ASSETS			<u>1,711,950</u>		<u>1,599,864</u>
CAPITAL FUNDS					
General fund			1,362,771		1,266,870
Designated fund	9		349,179		332,994
			<u>1,711,950</u>		<u>1,599,864</u>

These accounts have been prepared in accordance with the special provisions relating to small companies under section 246 of, and Schedule 8 to, the Companies Act 1985.

These financial statements were approved by the Council of Management on 26 April 2002

Signed on behalf of the Council of Management.

Elizabeth Phetthean

Member

NOTES AND ACCOUNTING POLICIES

Year ended 30 June 2001

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in October 2000 (the Charities SORP) and the Charities Accounts (Scotland) Regulations 1992.

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention.

Due to the special nature of the charity's business the arrangement, headings and sub-headings in the Income and Expenditure Account incorporating Statement of Financial Activities, have been adapted under Section 3 (3) of Schedule 4 of the Companies Act 1985. To comply with the Charities SORP, the Income and Expenditure account has been combined with the Statement of Financial Activities because of their similar nature of incurring resources and income, together with their use.

(b) Direct charitable expenditure

Direct charitable expenditure includes all expenditure directly related to the objects of the charity and comprises the following:

Expenditure for charitable purposes

Expenditure for charitable purposes comprises the costs of providing support to those in need of financial support and is accounted for when payable.

(c) Management and administration costs

Management and administration costs represent expenditure incurred in the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements.

(d) Investments

These are stated at market value.

(e) Designated fund

Designated funds are amounts which have been put aside at the discretion of the trustees to be available for contribution to a Funded Unapproved Retired Benefit Scheme (FURBS).

2. RESOURCES ARISING – INCOME

All income is recognised in the statement of financial activities when the conditions for receipt have been met and there is reasonable assurance of receipt.

Contributions received, which arises in the United Kingdom, is attributable to the charity's principal activity.

NOTES AND ACCOUNTING POLICIES
Year ended 30 June 2001

3. SURPLUS FOR YEAR

The surplus for year after charging:

	2001 £	2000 £
Auditors' remuneration	1,584	1,109

No member of the Council of Management received any remuneration from the charity during the year.

4. TAXATION

The charity is exempt from tax due to its charitable status.

5. FIXED ASSETS - LOANS

	2001 £	2000 £
At 1 July	625,619	555,351
Advanced in year	50,000	202,500
Repaid in year	(127,398)	(132,232)
At 30 June	548,221	625,619

6. INVESTMENTS

	2001 £	2000 £
Managed funds, at valuation	488,907	397,290
Unit trust investments, at valuation	101,960	113,190
Unlisted shares, at valuation	20,000	20,000
	610,867	530,480

The unit trust investments and managed funds are listed on a recognised stock exchange. The cost of these investments was £538,589 (2000: £437,704).

The Council of Management estimate of the market value of unlisted shares was £20,000 (2000: £20,000), the original cost was £20,000 (2000: £20,000).

NOTES AND ACCOUNTING POLICIES

Year ended 30 June 2001

7. DEBTORS

	2001	2000
	£	£
Accrued income	11,729	11,363
Taxation recoverable	1,913	591
Loan payments due	9,750	25,684
Other debtor – small loan	1,960	-
	<u>25,352</u>	<u>37,638</u>

All amounts are due within one year.

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2001	2000
	£	£
Other creditor - Newton Dee	-	136,776
Accruals	5,346	1,632
	<u>5,346</u>	<u>138,408</u>

9. DESIGNATED FUND

During the year £99,685 was contributed to the Funded Unapproved Retired Benefit Scheme designated fund and contributions of £83,500 were refunded. The balance of the fund has been transferred into the general fund subsequent to the year-end.

10. LIMITED LIABILITY

The charity is incorporated as a company limited by guarantee having no share capital and, in accordance with the Memorandum of Association, every member is liable to contribute a sum of £1 in the event of the company being wound up. At 30 June 2001 there were 6 members.