

"Registrar"

**CAMP HILL SOCIAL FUND LIMITED
(A COMPANY LIMITED BY GUARANTEE)**

**REGISTERED CHARITY NO: SC007387
COMPANY NO. 94792**

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007**



**MESTON REID & CO
CHARTERED ACCOUNTANTS
12 CARDEN PLACE
ABERDEEN
AB10 1UR**

CAMP HILL SOCIAL FUND LIMITED

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CAMPBILL SOCIAL FUND LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT FOR THE ENDED 31 MARCH 2007

The Council of Management are pleased to present their report together with the financial statements of the charity for the year ended 31 March 2007

Reference and administrative information

Charity name	Camphill Social Fund Limited
Charity registration number	SC007387
Company registration number	94792
Registered office	8 Albyn Terrace, Aberdeen, AB10 1YP
Operational address	4 Craighton Crescent, Peterculter, AB14 0SB

Directors and members of the Council of Management

The directors of the charitable company ("The charity") are members of the Council of Management for the purposes of charity law and throughout this report are collectively referred to as the council members

Members of the Council of Management who served since 1 April 2006 were

Mrs E Phethean	Chair
Mr J Balls	
Mrs A Calderwood	
Mr C Cox (appointed 15 September 2006)	
Miss J Jones	
Mrs K Menzinger	
Mr D Nicholson	
Mr J Ralph	
Mr R Reinardy	
Mrs P Younie (resigned 23 January 2007)	

Company secretary

Mr N R Wood

Auditors

Meston Reid & Co, 12 Carden Place, Aberdeen, AB10 1UR

Bankers

CafCash Limited, PO Box 289, West Malling, Kent, ME19 4TA

Solicitors

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

Financial advisor

The Gaia Partnership Limited (Latterly Bromige Limited), 22 Hartfield Road, Forest Row, East Sussex, RH18 5DY The agreement was terminated in July 2007 pending approval of alternative advisors

CAMPBILL SOCIAL FUND LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT (continued) FOR THE YEAR ENDED 31 MARCH 2007

Structure, governance and management

(a) Constitution

Camphill Social Fund Limited is a company limited by guarantee, governed by its memorandum and articles of association. H M Revenue & Customs have granted charitable status to the company under Section 505 of the Income and Corporation Taxes Act 1988. 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.

(b) Recruitment and appointment of the Council of Management

Members of the Council are appointed so as to provide representation for each of the operating companies listed below together with other members recruited who have an interest and involvement in the Camphill movement.

Beannachar Limited, Banchory Devenick
Camphill Rudolf Steiner Schools Limited, Bieldside
Simeon Care for the Elderly Limited, Bieldside
Tigh A'Chomainn Camphill Limited, Peterculter

As set out in the Articles of Association, the council members may appoint further members up to a maximum of 20.

(c) Council of Management induction and training

Essential information is provided to new members by the Hon Secretary. An induction pack detailing the responsibilities of council members is currently being prepared.

(d) 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.

(e) 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.

The Council has established the following sub committees each with approved terms of reference.

The Support of the Elderly Committee
The Social and Medical Committee
The Bridging and Transitions Committee

(f) Related parties

The following are connected to the charity through their association within the Camphill movement.

Beannachar Limited, Banchory Devenick
Camphill Central Scotland Trust Limited, Perth
Camphill Rudolf Steiner Estates Limited, Bieldside
Camphill Rudolf Steiner Schools Limited, Bieldside
Simeon Care for the Elderly Limited, Bieldside
Tigh A'Chomainn Camphill Limited, Peterculter
Tiphereth Limited, Edinburgh

CAMPBILL SOCIAL FUND LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT (continued) FOR THE YEAR ENDED 31 MARCH 2007

Objectives and activities

The principal aims of the charity are

- to provide support to individuals who have committed themselves to the Camphill movement and who are now through sickness, infirmity or old age, in need of financial support,
- to provide support 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,
- to provide for the support of the next of kin of such persons,
- to make provision for the immediate needs of such persons who, by force of circumstances, are required to leave the Camphill movement and begin a new life elsewhere

Achievements and performance

During the year, the charity has continued to have been able to meet all requests for assistance that have been made, while at the same time substantially increasing their resources

Financial review

The surplus of income over expenditure after unrealised gains and losses for the year was £247,000 (2006 £364,327)

(a) Principal funding sources

The main source of funding is from donations from individual operating companies as listed above and gains on investments made

(b) Investment policy

Investments are managed on a combination of low to medium risk activities, with bank deposits, secured loans and investment in equity and bonds. The investments were managed on behalf of the company by Gerrard Investment Management Ltd along ethical guidelines. Since the year end the management of the above investments has been under review.

(c) Reserves policy

The aim is to maintain an appropriate amount of the total fund in liquid reserves at all times in order to be able to respond to support and loan requests.

The incoming resources should continue to exceed expenditure over 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.

All funds are unrestricted.

Plans for future periods

During the year a number of loan applications were received and continue to be considered.

The council members will continue to manage the fund in order to increase reserves and further the aims of the charity.

Donations

During the year Camphill Social Fund Limited made charitable donations totalling £118,155 (2006 £42,000)

CAMPHILL SOCIAL FUND LIMITED

REPORT OF THE COUNCIL OF MANAGEMENT (continued) FOR THE YEAR ENDED 31 MARCH 2007

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Meston Reid & Co be reappointed as auditors of the charity will be put to the annual general meeting

Statement of council members' responsibilities

Company law requires the council members to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the charity as at the end of the financial period 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 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

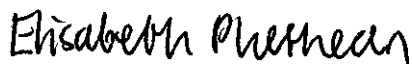
Statement of disclosure to auditor

- (a) so far as the council members are aware, there is no relevant audit information of which the charity's auditors are unaware, and
- (b) they have taken all the steps that they ought to have taken as council members in order to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information

Basis of preparation

This report has been prepared in accordance with the Statement of Recommended Practice Accounting and Reporting by Charities (issued in March 2005), The Charities and Trustee Investment (Scotland) Act 2005 and in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small entities

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



E Phethean
Council member
2 August 2007

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF CAMPBILL SOCIAL FUND**

We have audited the financial statements of Campbill Social Fund Limited for the year ended 31 March 2007 set out on pages 8 to 13. These financial statements have been prepared in accordance with the accounting policies set out therein and the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the charity's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charity'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 opinion we have formed.

Respective responsibilities of the Council of Management and auditors

As described in the report of the Council of Management on page 6 the charity's members are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

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

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the accounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Council of Management 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 an opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements

- give a true and fair view in accordance with the United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charity's affairs as at 31 March 2007 and of its incoming resources and resources expended for the year then ended and have been properly prepared in accordance with the Companies Act 1985
- the information given in the report of the Council of Management is consistent with the financial statements

Meston Reid & Co

Meston Reid & Co
Chartered Accountants
Registered Auditors
12 Carden Place
Aberdeen AB10 1UR
2 August 2007

CAMPHILL SOCIAL FUND LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2007**

		General fund 2007 (12 mths) £	General fund 2006 (9 mths) £
Incoming resources			
Incoming resources from generating funds			
Voluntary income			
Donations			5,000
Investment income	2	75,819	49,648
Incoming resources from charitable activities			
Contributions received		235,083	189,632
Total incoming resources		<u>310,902</u>	<u>244,280</u>
Resources expended			
Costs of generating funds			
Investment management costs		13,983	9,670
Costs of charitable activities		190,535	81,456
Governance costs		3,353	3,016
Total resources expended	3	<u>207,871</u>	<u>94,142</u>
Net incoming resources before other recognised gains		103,031	150,138
Other recognised gains and losses			
Unrealised gain on investments		143,969	214,189
Net movement in funds		247,000	364,327
Funds brought forward at 1 April 2006		2,976,333	2,612,006
Funds carried forward at 31 March 2007		<u>3,223,333</u>	<u>2,976,333</u>

CAMP HILL SOCIAL FUND LIMITED

BALANCE SHEET AS AT 31 MARCH 2007

	Note	2007 £	2006 £
Fixed assets			
Loans	7	636,479	251,585
Investments	8	1,503,403	1,371,504
		<u>2,139,882</u>	<u>1,623,089</u>
Current assets			
Debtors	9	14,215	9,357
Cash at bank and in hand		1,076,963	1,350,257
		<u>1,091,178</u>	<u>1,359,614</u>
Creditors: amounts falling due within one year	10	<u>7,727</u>	<u>6,370</u>
Net current assets		<u>1,083,451</u>	<u>1,353,244</u>
Total assets less current liabilities		<u>3,223,333</u>	<u>2,976,333</u>
Capital and reserves			
General fund	12	<u>3,223,333</u>	<u>2,976,333</u>

These financial statements 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 and the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements on pages 8 to 13 were approved by the Council of Management on 2 August 2007

Elizabeth Phethean

E Phethean
Council member

CAMPHILL SOCIAL FUND LIMITED

NOTES AND ACCOUNTING POLICIES YEAR ENDED 31 MARCH 2007

1. Accounting policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investment assets and in accordance with the Companies Act 1985, the Financial Reporting Standard for Smaller Entities (effective January 2005), The Charities and Trustee Investment (Scotland) Act 2005 and the Statement of Recommended Practice Accounting and Reporting by Charities issued in March 2005 (the Charities SORP 2005)

Due to the special nature of the charity's business the arrangements, 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 incoming resources and income, together with their use

(b) Incoming resources

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 The following specific policies are applied to particular categories of income

- Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable
- Donated services and facilities are included at the value to the charity where this can be quantified The value of services provided by volunteers has not been included in these accounts
- Investment income is included when receivable
- Incoming resources from charitable activities represents contributions received and are attributable to the charity's principal activity

(c) Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred Expenditure includes VAT which cannot be recovered, and is reported as part of the expenditure to which it relates

- Costs of generating funds comprises the cost associated with managing the investment portfolio
- Costs of charitable expenditure comprises the costs of providing support to those in need of financial support and is accounted for when payable
- Governance costs represent expenditure associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 3

(d) Investments

Investments held as fixed assets are stated at market value Gains and losses arising on the disposal and revaluation of investments are charged or credited to the SOFA

CAMP HILL SOCIAL FUND LIMITED

NOTES AND ACCOUNTING POLICIES YEAR ENDED 31 MARCH 2007

1. Accounting policies (continued)

(e) Fund accounting

All funds are unrestricted and represent funds available for use at the discretion of the Council of Management in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market value.

2. Investment income

	2007 £	2006 £
Income received from investments (as disclosed in note 8)	2,682	2,646
Interest received	<u>73,137</u>	<u>47,002</u>
	<u>75,819</u>	<u>49,648</u>

3. Total resources expended

	Basis of Alloc'n	Invest ment income £	Voluntary income £	Contribut ions received £	Govern ance £	Total 2007 (12 mths) £	Total 2006 (9 mths) £
Costs directly allocated to activities							
Portfolio mgt fees	Direct	13,818				13,818	9,627
Audit fees	Direct				2,203	2,203	2,291
Social medical	Direct			14,359		14,359	9,588
Extended social	Direct			12,520		12,520	
Old age provisions	Direct			38,424		38,424	26,781
Donations made	Direct			118,155		118,155	42,000
Support costs allocated to activities							
Professional fees	Usage	61		5,450	1,150	6,661	2,993
General expenses	Usage	99	15	650		764	568
Telephone expenses	Usage			433		433	
Bank charges	Usage	5	10	519		534	294
		<u>13,983</u>	<u>25</u>	<u>190,510</u>	<u>3,353</u>	<u>207,871</u>	<u>94,142</u>

4. Net incoming resources for the period

Net incoming resources for the period is stated after charging

	2007 £	2006 £
Auditors' remuneration	<u>2,203</u>	<u>2,291</u>

CAMPHILL SOCIAL FUND LIMITED

NOTES AND ACCOUNTING POLICIES YEAR ENDED 31 MARCH 2007

5. Emoluments and staff costs

Members of the Council of Management receive no remuneration from the charity and are not paid any expenses for attending council meetings

The charity did not employ any staff during the current or previous period

6. Taxation

The charity is exempt from tax due on income and gains falling within Section 505 of the Income and Corporation Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity

7. Fixed assets loans

	2007	2006
	£	£
At 1 April 2006	251,585	292,581
Advanced in period	457,900	
Repaid in period	(73,006)	(40,996)
At 31 March 2007	<u>636,479</u>	<u>251,585</u>

8. Investments

	2007	2006
	£	£
Opening market value at 1 July	1,371,504	1,162,167
Additions	1,482	1,447
Disposals portfolio fee	(13,552)	(6,299)
Unrealised gain on investments	143,969	214,189
Closing market value at 31 March 2007	<u>1,503,403</u>	<u>1,371,504</u>

The portfolio is made up of investments, which are either quoted on a recognised stock exchange or are authorised unit trusts or managed funds. The cost of these investments was £1,045,064 (2006 £1,043,582)

In addition the Council of Management estimate that the market value of unlisted shares was £20,000 (2006 £20,000), the original cost was £20,000 (2006 £20,000). The unlisted shares consist of preference shares held in Weleda (UK) Limited a company incorporated in England and Wales. Camphill Social Fund Limited own 20% of the issued preference shares

9. Debtors

	2007	2006
	£	£
Debtors		6,000
Interest receivable	824	711
Accrued income	<u>13,391</u>	<u>2,646</u>
	<u>14,215</u>	<u>9,357</u>

CAMPBILL SOCIAL FUND LIMITED

NOTES AND ACCOUNTING POLICIES YEAR ENDED 31 MARCH 2007

10. Creditors: amounts falling due within one year

	2007	2006
	£	£
Accruals	<u>7,727</u>	<u>6,370</u>

11. 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 31 March 2007 there were 9 members.

12. Movements in funds

The only fund administered by the charity is the unrestricted general fund which is disclosed in full in the SOFA.

13. Controlling party

The charity is under the control of the Council of Management, as detailed on page 3.

14. Related parties

The charity is connected to several organisations, as detailed on page 4, through its association within the Camphill movement. During the period under review the charity entered into transactions with related parties as follows:

Related party	Transaction	Amount £	Outstanding £
Income			
Beannachar Limited	Contributions received	8,000	
Camphill Rudolf Steiner Schools Ltd	Contributions received	199,920	
Simeon Care for the Elderly Limited	Contributions received	6,000	
Tigh A'Chomainn Camphill Limited	Contributions received	19,024	
Camphill Central Scotland Trust Ltd	Loan repayment	13,750	30,000
Tiphereth Limited	Loan repayment	15,560	108,888
Camphill Rudolf Steiner Estates Ltd	Loan advance	400,000	400,000
Expenditure			
Simeon Care for the Elderly Limited	Donation paid	37,000	
Tigh A'Chomainn Camphill Limited	Reimbursement of expenses	200	
Beannachar Limited	Reimbursement of expense	409	